



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

October 26, 1998

Pogo Producing Company
c/o James Bruce
P.O. Box 1056
Santa Fe, New Mexico 87504-1056

AMENDED
Administrative Order NSL-4120

Dear Mr. Bruce:

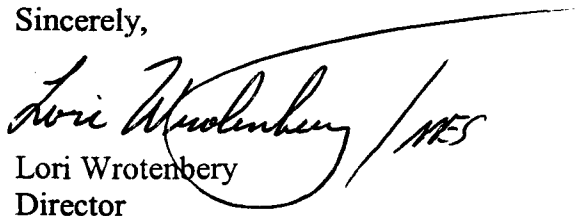
Reference is made to your application on behalf of the operator, Pogo Producing Company ("Pogo"), dated September 23, 1998 requesting that Division Administrative Order NSL-4120 be amended to reflect a location change to a less unorthodox gas well location for its proposed Lost Tank "3" Federal Well No. 4 (30-015-30418).

Division Order NSL-4120, dated August 30, 1998, authorized Pogo to drill its Lost Tank "3" Federal Well No. 4 at an unorthodox oil well location within the West Lost Tank-Delaware Pool 1330 feet from the North line and 330 feet from the West line (Unit E) of Section 3, Township 22 South, Range 31 East, NMPM, Eddy County, New Mexico. The SW/4 NW/4 of Section 3 to be dedicated to the well in order to form a standard 40-acre oil spacing and proration unit for this pool.

It is our understanding that a move of 150 feet to the east is at the request of the U. S. Bureau of Land Management in order to avoid a sand dune.

By the authority granted me under the provisions of Division General Rule 104.F(2), Division Administrative Order NSL-4120 is hereby amended to reflect a location change for the Lost Tank "3" Federal Well No. 4 to be drilled an unorthodox oil well location that is 1330 feet from the North line and 480 feet from the West line (Unit E) of Section 3. All other provisions of Division Order NSL-4120 shall remain in full force and effect until further notice.

Sincerely,


Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Artesia
U. S. Bureau of Land Management - Carlsbad
File: NSL-4120