



POGO PRODUCING COMPANY

June 1, 2004

Oil Conservation Division
Attn: Mr. Brian Arrant
1301 W. Grand Ave.
Artesia, NM 88210

RE: Lost Tank 35 State #14
330' FNL & 1650' FEL
Section 35, T21S, R31E
Eddy County, NM
H2S Contingency Plan

RECEIVED

JUN 03 2004

OCB-ARTESIA

30-015-33434

Mr. Arrant:

Pogo Producing Company has done extensive drilling in the Lost Tank Delaware field. Pogo has yet to find H2S bearing formations. As a matter of precaution H2S monitoring equipment is on location while drilling the evaporite section.

Sincerely,

POGO PRODUCING COMPANY

Richard L. Wright
Division Operations Manager