

Submit to Appropriate District Office
 State Lease - 6 copies
 Free Lease - 5 copies
DISTRICT I
 P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
 P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
 1000 Rio Brazos Rd., Aztec, NM 87410

State of New Mexico
 Energy Minerals and Natural Resources Department

Form C-105
 Revised 1-1-89

Handwritten: O/S P, 1/31/92, M, S, 1/24/92

OIL CONSERVATION DIVISION
 P.O. Box 2088
 Santa Fe, New Mexico 87504-2088

WELL API NO.
 30-015-26894

5. Indicate Type of Lease
 STATE FEE

6. State Oil & Gas Lease No.
 LH-1523

7. Lease Name or Unit Agreement Name
 State 2

8. Well No.
 1

9. Pool name or Wildcat Undesignated
 Delaware

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. Type of Well:
 OIL WELL GAS WELL DRY OTHER

b. Type of Completion:
 NEW WELL WORK OVER DEEPEN PLUG BACK DIRT RESVR OTHER

2. Name of Operator
 Pogo Producing Company (915)682-6822

3. Address of Operator
 P.O. Box 10340, Midland, Texas 79703-7340

4. Well Location
 Unit Letter P: 330 Feet From The South Line and 330 Feet From The East Line
 Section 2 Township 22 South Range 31 East NMPM Eddy County

10. Date Spudded 12-15-91
 11. Date T.D. Reached 12-31-91
 12. Date Compl. (Ready to Prod) 01-19-92
 13. Elevations (DF & RKB, RT, GR, etc.) 3545.8' GR
 14. Elev. Casinghead 3545'

15. Total Depth 8440'
 16. Plug Back T.D. 8401'
 17. If Multiple Compl How Many Zones?
 18. Intervals Drilled By Rotary Tools 0-8440' Cable Tools --

19. Producing Interval(s), of this completion - Top, Bottom, Name
 6992'-7016' Delaware, Brushy Canyon

20. Was Directional Survey Made No

21. Type Electric and Other Logs Run
 Phasor Inc, SFL W/GR, CNL, LD, CBL

22. Was Well Cored No

CASING RECORD (Report all strings set in well)

CASING SIZE	WEIGHT LB/FT.	DEPTH SET	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED
13-3/8"	61#	819'	17-1/2"	1025 sx-Circ 390 sx	
8-5/8"	32#	4265'	12-1/4"	2600 sx-Circ 400 sx	
5-1/2"	15.5# & 17#	8440'	7-7/8"	1st Stg 620 sx-Circ 76 sx	
			DV Tool @ 5796'	2nd Stg 860 sx-TOC 1795' CBL	
			Perf 5-1/2" Csg. @ 1730-Cmt w.250 3/4 x Circ 44 sx		

LINER RECORD

SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN

25. TUBING RECORD

SIZE	DEPTH SET	PACKER SET
2-7/8"	7043'	--

26. Perforation record (interval, size, and number)
 6992'-7016' 24', 48 holes, 0.52" Dia.

27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.

DEPTH INTERVAL	AMOUNT AND KIND MATERIAL USED
6992'-7016'	1500 gal 15% NEFE HCL
6992'-7016'	Frac - 25,000 gal gel
	46,400 lbs 20/40 sand

PRODUCTION

28. Date First Production 01-19-92
 Production Method (Flowing, gas lift, pumping - Size and type pump)
 Pumping - 2-1/2" X 1-1/2" X 26' - 5 RHBC
 Well Status (Prod. or Shut-in) Prod.

Date of Test	Hours Tested	Choke Size	Prod'n For Test Period	Oil - Bbl.	Gas - MCF	Water - Bbl.	Gas - Oil Ratio
01-22-92	24			156	89	145	570:1

Flow Tubing Press.	Casing Pressure	Calculated 24-Hour Rate	Oil - Bbl.	Gas - MCF	Water - Bbl.	Oil Gravity - API - (Corr.)
	0		156	89	145	38.8

29. Disposition of Gas (Sold, used for fuel, vented, etc.)
 Vented
 Test Witnessed By Stan Morgan

30. List Attachments
 C-103, C-104, C-105, Deviation Surveys, Logs

31. I hereby certify that the information shown on both sides of this form is true and complete to the best of my knowledge and belief

Signature Richard L. Wright Printed Name Richard L. Wright Title Div. Oper. Supt Date 1-24-92

WELL State "2" #1

LOCATION Sec 2-22S-31E Eddy County, NM
(Give Unit, Section, Township, And Range)

OPERATOR Pogo Producing P. O. Box 10340 Midland, Texas 79702

DRILLING CONTRACTOR Exeter Drilling Company

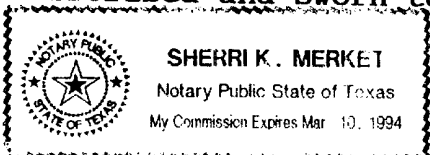
The undersigned hereby certifies that he is an authorized representative of the drilling contractor who drilled the above-described well and that he has conducted deviation tests and obtained the following results:

<u>Degrees @ Depth</u>	<u>Degrees @ Depth</u>	<u>Degrees @ Depth</u>
<u>1/2 385'</u>	<u>1/2 6,279'</u>	
<u>1/4 663'</u>	<u>1/2 6,780'</u>	
<u>1/4 819'</u>	<u>1 3/4 7,079'</u>	
<u>1/2 1,335'</u>	<u>1 3/4 7,580'</u>	
<u>3/4 1,801'</u>	<u>1 3/4 8,141'</u>	
<u>3/4 2,300'</u>	<u>2 1/4 8,440'</u>	
<u>1 3/4 2,800'</u>		
<u>2 3,050'</u>		
<u>2 1/2 3,293'</u>		
<u>2 1/4 3,540'</u>		
<u>3 1/4 3,827'</u>		
<u>3 1/4 4,118'</u>		
<u>2 1/2 4,265'</u>		
<u>1 1/2 4,725'</u>		
<u>2 1/2 4,893'</u>		
<u>1 1/4 5,253'</u>		
<u>1 5,756'</u>		

Drilling Contractor EXETER DRILLING CO.

By [Signature]
Bob Lange Drilling Eng.-Southern Division

Subscribed and sworn to before me this 13th day of January, 1992.



Notary Public [Signature]
Sherri K. Merket

My commission expires: 3-10-94 Midland County, Texas