UTTICIAL FILE CUPY_

30-025-31792

NOV 6 1992

NM-69373 CCC.10-27-32 EEn 10/29/92 De long 11/2/52

3160(067)

CERTIFIED--RETURN RECEIPT REQUESTED P 864 873 062

Pogo Producing Company Attention: Richard L. Wright P.O. Box 10340 Midland, TX 79702

RE: LR 8 Federal Well No. 3 NM-69373 1930' FSL & 610' FWL, Sec. 8, T22S, R32E Lea County, New Mexico

Dear Mr. Wright:

On September 4, 1992, Pogo Producing Company filed an Application for Permit to Drill (APD) at the above referenced location. I am pleased to approve your APD at the present location. Your copy of the APD, with attached stipulations, is enclosed.

Through our analysis of the APD, we have determined that the well site is located a sufficient distance from the ore zones that potash resources should not be impacted.

If you need any additional information, please contact Tony Herrell at the Carlsbad Resource Area (505) 887-6544.

Sincerely,

Monte G. Jordan

for Larry L. Woodard State Director

1 Enclosure