

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 11982
ORDER NO. R-11046

APPLICATION OF POGO PRODUCING COMPANY FOR A PRESSURE
MAINTENANCE PROJECT AND QUALIFICATION FOR THE RECOVERED OIL
TAX CREDIT PURSUANT TO THE "NEW MEXICO ENHANCED OIL
RECOVERY ACT," LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on June 11, 1998 at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 2nd day of September, 1998, the Division Director, having considered the testimony, the record and the recommendations of the Examiner,

FINDS THAT:

(1) Due public notice has been given and the Division has jurisdiction of this case and its subject matter.

(2) The applicant, Pogo Producing Company ("Pogo"), is the operator of two Federal oil and gas leases in Sections 22, 26, and 27, all in Township 22 South, Range 32 East, NMPM, Lea County, New Mexico: (a) the Red Tank "26" Federal Lease (U. S. Government Lease No. NM-86149), covering the W/2 of Section 26; and (b) the Prize Federal Lease (U. S. Government Lease No. NM-81272), covering the E/2 of Section 22 and the E/2 of Section 27. Pogo seeks authority to institute a cooperative leasehold pressure maintenance project by the injection of produced water into the Cherry Canyon and Brushy Canyon Members of the Delaware Mountain Group within the West Red Tank-Delaware Pool through the perforated interval from approximately 6,832 feet to 8,388 feet in its existing Prize Federal Well No. 4 (API No. 30-025-32436), located 1880 feet from the North line and 760 feet from the East line (Unit H) of Section 27.