



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

BETTY RIVERA

Cabinet Secretary

June 5, 2002

Lori Wrotenbery

Director

Oil Conservation Division

Energen Resources Corporation
2198 Bloomfield Highway
Farmington, New Mexico 87401
Attention: Richard P. Corcoran



Administrative Order NSP-1855 (L)

Dear Mr. Corcoran:

Reference is made to the following: (i) your application dated May 14, 2002 (*application reference No. pKRV0-213735032*); and (ii) the New Mexico Oil Conservation Division's ("Division") records in Aztec and Santa Fe, including the file on Energen Resources Corporation's previous administrative application dated February 12, 2002 (*application reference No. pKRV0-204552548*) for its proposed San Juan "30-4" Unit Well No. 102: all concerning Energen's amended request for a non-standard 219.04-acre gas spacing and proration unit consisting of the following acreage in the Basin-Fruitland Coal (Gas) Pool (71629):

RIO ARRIBA COUNTY, NEW MEXICO
TOWNSHIP 30 NORTH, RANGE 4 WEST, NMPM

Irregular Section 18: Lots 1 through 4 and the E/2 W/2 (W/2 equivalent).

It is our understanding that this unit is now to be dedicated to Energen's proposed San Juan "30-4" Unit Well No. 103, to be drilled at an unorthodox coal gas well location 1235 feet from the South line and 1690 feet from the West line (Unit N) of Irregular Section 18.

By the authority granted me under the provisions of Rules 6 and 8 of the "*Special Rules and Regulations for the Basin-Fruitland Coal (Gas) Pool*", as promulgated by Division Order No. R-8768, as amended, the above-described unorthodox coal gas well location for the proposed San Juan "30-4" Unit Well No. 103 and non-standard 219.04-acre gas spacing and proration unit are hereby approved.

Sincerely,

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington