



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
BETTY RIVERA
Cabinet Secretary

June 19, 2002

Lori Wrotenbery
Director
Oil Conservation Division

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

~~AMENDED~~ Administrative Order NSL-4714

Dear Mr. Corcoran:

Reference is made to the following: (i) your letter of application dated June 17, 2002 (*application reference No. pMESO-217048387*); and (ii) the New Mexico Oil Conservation Division's ("Division") records in Santa Fe, including the file on Division Administrative Order NSL-4714, dated April 4, 2002: all concerning Energen Resources Corporation's ("Energen") request to amend Administrative Order NSL-4714 to reflect a reorientation of the proposed spacing and proration unit.

Division Administrative Order NSL-4714 authorized Energen to dedicate the S/2 of Section 22, Township 32 North, Range 6 West, NMPM, Rio Arriba County, New Mexico, thereby forming a standard 320-acre lay-down gas spacing and proration unit within the Basin-Fruitland Coal (Gas) Pool (71629), to its proposed San Juan "32-5" Unit Well No. 110 (API No. 30-039-26721) at an off-pattern non-standard coal gas well location 155 feet from the South line and 65 feet from the East line (Unit P) of Section 22.

By the authority granted me under the provisions of Rule 8 of the "*Special Rules and Regulations for the Basin-Fruitland Coal (Gas) Pool*," as promulgated by Division Order No. R-8768, as amended, Division Administrative Order NSL-4714 is hereby amended showing the E/2 of Section 22 is to be dedicated to the proposed San Juan "32-5" Unit Well No. 110 in order to form a standard 320-acre stand-up gas spacing and proration unit for the Basin-Fruitland Coal (Gas) Pool.

All other provisions of Administrative Order NSL-4714 shall remain in full force and effect until further notice.

Sincerely,


Lori Wrotenbery
Director

LW/MES/kv

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