



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**GARY E. JOHNSON**  
Governor  
Jennifer A. Salisbury  
Cabinet Secretary

July 9, 2001

**Lori Wrotenbery**  
Director  
Oil Conservation Division

**Energen Resources Corporation**  
2198 Bloomfield Highway  
Farmington, New Mexico 87401

**Attention: Richard Corcoran**

**Re: *Administrative application dated June 18, 2001 for Energen Resources Corporation's existing San Juan "30-4" Unit Well No. 41-M (API No. 30-039-25917) to be recompleted in the East Blanco-Pictured Cliffs Pool at an unorthodox gas well location 807 feet from the South line and 692 feet from the East line (Unit P) of Section 18, Township 30 North, Range 4 West, NMPM, Rio Arriba County, New Mexico.***

Dear Mr. Corcoran:

The location of the subject well appears to be standard for a gas well within a standard 160-acre gas spacing and proration unit comprising the SE/4 of Section 18 in both the East Blanco-Pictured Cliffs Pool. My review of this application indicates it to be unnecessary since Rule 104.C (3), revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999, changed the minimum setback requirements to the outer boundary of a 160-acre gas spacing unit for gas pools/formations not governed under special pool rules from 790 feet to 660 feet (see copies attached).

I am therefore withdrawing this application and returning it to you at this time.

Should you have any questions concerning this matter please contact the Aztec District Office of the Division at (505) 334-6178.

Sincerely,

Michael E. Stogner  
Chief Hearing Officer/Engineer

cc: New Mexico Oil Conservation Division - Aztec  
U. S. Bureau of Land Management - Farmington  
Kathy Valdes, NMOCD - Santa Fe  
File: ~~NSL~~-4083