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2011 MAY 19 P 4:05

May 19, 2011

Ms. Florene Davidson
New Mexico Oil Conservation Division
1220 S. St. Francis Drive
Santa Fe, NM 87505

Re: NMOCD Case No. 14654: In The Matter of The Application of Energen Resources Corp. for Exception to The Well Density Provisions of The Special Rules and Regulations for The Basin-Fruitland Coal Gas Pool to Authorize The Recompletion of Wells as Horizontal Lateral or Sidetrack Wells and for Simultaneous Dedication, Rio Arriba County, New Mexico

Dear Ms. Davidson:

On behalf of Energen Resources Corporation, enclosed for filing is an original and one copy of Energen's Pre-Hearing Statement in the above case.

Very truly yours,

Karen Williams
Assistant to J. Scott Hall

:kw
Enclosure

280873

REPLY TO:

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

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IN THE MATTER OF THE APPLICATION OF ENERGEN
RESOURCES CORPORATION FOR EXCEPTION TO THE
WELL DENSITY PROVISIONS OF THE SPECIAL RULES
AND REGULATIONS FOR THE BASIN-FRUITLAND
COAL GAS POOL TO AUTHORIZE THE RECOMPLE-
TION OF WELLS AS HORIZONTAL LATERAL OR
SIDETRACK WELLS AND FOR SIMULTANEOUS
DEDICATION, RIO ARRIBA COUNTY, NEW MEXICO

Case No. 14654

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Energen Resources Corporation as required
by the Oil Conservation Division.

APPEARANCES

APPLICANTS

Energen Resources Corporation
2010 Afton Place
Farmington, NM 87401

APPLICANT'S ATTORNEY

J. Scott Hall
Montgomery & Andrews
P.O. Box 2307
Santa Fe, New Mexico 87504-2307
(505) 986-2646

OPPONENT

None.

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Energen Resources seeks an order authorizing the re-entry of a vertical well for the drilling of additional horizontal lateral or sidetrack wells in the Fruitland Coal formation within three existing standard spacing and proration units as follows:

Township 32 North, Range 5 West

Section 32: N/2

State Bancos No. 100-S (API No. 3003927273)

720' FSL & 1180' FWL (surface location)

760' FNL & 760' FEL (bottom-hole location)

Section 29: W/2

Elkhorn No. 100 (API No. 3003927337)

725' FSL & 800' FWL (surface location)

760' FNL & 1880' FWL (bottom-hole location)

Township 32 North, Range 6 West

Section 25: E/2

San Juan 32-5 No. 105-S (API No. 3003927265)

1670' FNL & 1340' FEL (surface location)

600' FNL & 100' FEL (bottom-hole location)

Energen also seeks to simultaneously dedicate each of these units to the proposed horizontal sidetrack lateral well and to the existing initial well and infill well currently producing from the Fruitland Coal formation.

OPPONENT

None.

PROPOSED EVIDENCE

APPLICANT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
Dave Poage, Landman	10 Minutes	4
Rounack Collier, Petroleum Engineer	15 Minutes	4
Andrew Benson	15 Minutes	4

OPPONENT


EST. TIME EXHIBITS

PROCEDURAL MATTERS

None.

MONTGOMERY & ANDREWS, P.A.

By: _____


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Post Office Box 2307
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Attorneys for Energen Resources Corporation