



**MONTGOMERY
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March 12, 2009

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

**Re: Application of Energen Resources Corporation for Creation of the
Carracas Canyon Production Area and for Exception to the Well
Location Provisions, NMOCD Case No. 14287**

Dear Ms. Davidson:

Attached for filing is an original and two copies of a Pre-Hearing Statement in the above-referenced matter. I have included an extra copy to be conformed.

Thank you.

Very truly yours,

Karen Williams
Assistant to J. Scott Hall

:kw
Enclosure

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REPLY TO:

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

**IN THE MATTER OF THE APPLICATION OF ENERGEN
RESOURCES CORPORATION FOR CREATION OF THE
CARRACAS CANYON PRODUCTION AREA AND FOR
EXCEPTION TO THE WELL LOCATION PROVISIONS OF
THE SPECIAL RULES AND REGULATIONS FOR THE
BASIN-FRUITLAND COAL GAS POOL, RIO ARRIBA
COUNTY, NEW MEXICO**

CASE NO. 14287

PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by Energen Resources Corporation as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Energen Resources Corporation
Attn: Dave Poage
1210 Afton Place
Farmington, NM 87041
(505) 326-6112

ATTORNEY

J. Scott Hall, Esq.
Montgomery & Andrews, P.A.
P.O. Box 2307
Santa Fe, New Mexico 87504-2307
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OPPOSITION OR OTHER PARTY

ATTORNEY

STATEMENT OF CASE

Applicant seeks an order creating the Carracas Canyon Production Area and providing for an exception to the well setback location provisions of the Rules and Regulations for the Basin-Fruitland Coal Gas Pool authorizing well locations within 10 feet of section, quarter-section, or interior quarter-quarter section lines or subdivision inner boundaries in conformance with Rule 7(a)(2) of the pool rules for the pool including wells to be drilled in and adjacent to participating areas within

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the production area, but no closer than 660 feet from the outer boundaries of the production area.

The proposed production area is comprised of the following lands located in Rio Arriba County, New Mexico:

All or portions of the following sections in Township 32 North, Range 4 West: Sections 8 through 36; all or portions of the following sections in Township 32 North, Range 5 West: Sections 10 through 16, Sections 21 through 27, Sections 34 through 36; and all or portions of the following sections in Township 31 North, Range 5 West: Sections 1 and 2.

OPPOSITION OR OTHER PARTY

There is no opposing party at this time.

PROPOSED EVIDENCE

APPLICANT

WITNESSES	EST. TIME	EXHIBITS
David Poage (Landman)	20 min.	4
Andrew Benson (Geologist)	20 min.	4
Bryan Ward (Reservoir Engineer)	20 min.	4

OPPOSITION

WITNESSES	EST. TIME	EXHIBITS
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PROCEDURAL MATTERS

(Please identify any procedural matters which
need to be resolved prior to the hearing)

None.

Respectfully submitted,



J. Scott Hall
Montgomery & Andrews, P. A.
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Santa Fe, New Mexico 87501
(505) 982-3873
Attorneys for Energen Resources Corp.

Certificate of Service

I hereby certify that on this 12th day of March, 2009 a copy of the foregoing
was faxed to the following:

N/A

J. Scott Hall

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