

July 31, 2001

OIL CONSERVATION DIV.  
01 AUG 24 PM 1:00  
**Via Certified Mail**

Olive Gallegos  
3850 Birch Drive  
Salt Lake City, UT 84109

RE: Administrative Approval of Unorthodox Location  
Non-Standard Proration Unit  
San Juan 32-5 Unit #112 – Fruitland Coal well  
Section 19, T32N-R5W  
Rio Arriba County, New Mexico

*Case 12728*

Dear Ms. Gallegos:

Energen Resources Corporation has filed with the New Mexico Oil Conservation division (NMOCD), an Application for the Administrative Approval of an Unorthodox Location and Non-Standard Spacing Unit, for its San Juan 32-5 Unit #112 well. A copy of the application has been attached for your review.

If you have no objection to this unorthodox location and nonstandard proration unit, please sign three copies of the attached waiver, return one executed copy to the NMOCD at 2040 South Pacheco, Santa Fe, New Mexico 87505, one copy to our office, and retain one copy for your files. If you have objections to this proposal, you should notify the NMOCD within 20 days of the date of this letter.

Your assistance and cooperation in this matter is appreciated.

Sincerely,

*Richard Corcoran*

Richard Corcoran  
District Landman

Attachment

RC/ga

*I Object*

**WAIVER**

*I Olive C. Gallegos*

hereby waives objection to the above referenced Application for Unorthodox Location and Non-Standard Spacing Unit for Energen Resources Corporation's San Juan 32-5 Unit #112 Fruitland Coal well.

Date: *Aug 18, 01*

By: *Olive C. Gallegos*

cc: OCD - Aztec Office, BLM – Farmington Office, Offset Operators