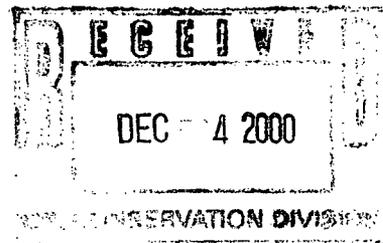




December 1, 2000

Mr. Michael E. Stogner  
New Mexico Oil Conservation Division  
2040 South Pacheco  
Santa Fe, New Mexico 87505



RE: ADMINISTRATIVE APPROVAL OF UNORTHODOX LOCATION  
SAN JUAN 32-5 UNIT #9C WELL  
825' FSL & 1080' FWL  
SECTION 30-T32N-R5W  
RIO ARRIBA COUNTY, NEW MEXICO

Dear Mr. Stogner:

Energen Resources Corporation requests administrative approval for an unorthodox location of its San Juan 32-5 Unit #9C well under the provisions of NMOCD Order 10987A.

Under Division Order No. R-1714 dated July 6, 1960 the NMOCD authorized a gas spacing and proration unit for the Blanco Mesaverde comprising all of irregular Sections 30 & 31, T32N-R5W, Rio Arriba County, New Mexico for the San Juan 32-5 Unit #9 well. By Division Order No. R-1722 dated 7-21-60 the same gas spacing unit was dedicated to the Basin Dakota Pool for the San Juan 32-5 Unit #9 well. When said well was Plugged and Abandoned the non-standard gas proration unit ceased to exist.

Under administrative order NSL 4031 (NSP) dated May 11, 1998, the Division approved an unorthodox location for Energen Resources Corporation's (formerly Taurus Exploration USA, Inc.) San Juan 32-5 Unit #9M well (API No. 30-039-25879), located 2330' FSL & 1048' FEL of irregular Section 30-T32N-R5W, NMPM. The spacing unit for this well, containing 345.59 acres and consisting of all of Sections 30 & 31 of T32N-R5W, was authorized by reinstating Division Order No's. R1714 and R1722. The well was drilled to the Dakota and completed in the Mesaverde formation in 1999. The Dakota zone was abandoned in 2000 and the well presently produces approximately 450 MCF/D.

Under administrative order NSL 4031-A (NSP) dated 8-11-98 the NMOCD approved an unorthodox location for Energen Resources Corporation's San Juan 32-5 Unit #9R well (API #30-039-25999) located 1,300' FNL & 720' FEL of irregular Section 31-T32N-R5W. The spacing unit for this well was the same 345.59-acre tract consisting of all of Section 30 and 31-T32N-R5W. This well was drilled and completed in the Mesaverde formation in 1998 and is presently producing approximately 270 MCF/D.

Although the San Juan 32-5 Unit #9C well being proposed herein is within the San Juan 32-5 Unit. It will be closer to the outer boundary than 1/2 mile requiring the well be located at least 660' from the section line. As section 30 is less than 1430 feet wide we have a legal window of approximately 110' in width. Due to the extremely rough terrain and the limited width of the section an orthodox location is not available.

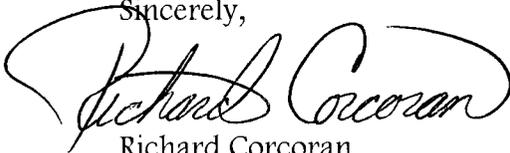
The subject well represents the last permissible Mesaverde well for the 345.59-acre non-standard spacing unit described above. It will be one of six Mesaverde wells we intend to drill during the 2001 drilling season (April 1 through December 1, 2001) within the San Juan 32-5 Unit, which Energen Operates.

The only unleased acreage surrounding the spacing unit is the W/2 of Section 20-T32N-R5W, which is owned by the Bureau of Land Management, and they do not intend to offer it for leasing.

A copy of this application is being submitted to all offset operators by certified mail with a request that they furnish your office in Santa Fe with a waiver of objection.

Attached is a well location plat showing acreage, a topographic plat of the area and a map showing all offset operators/owners.

Sincerely,

A handwritten signature in cursive script that reads "Richard Corcoran". The signature is written in black ink and is positioned above the typed name.

Richard Corcoran  
District Landman

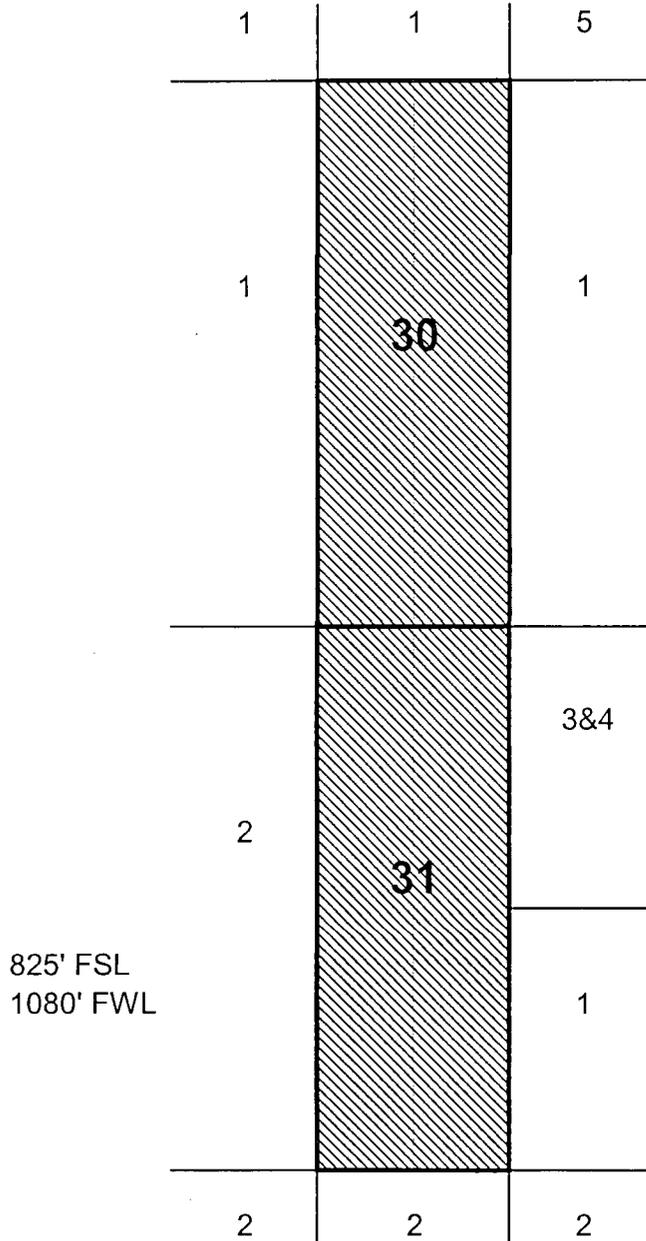
RC/ga  
Enclosures

# Energen Resources Corporation

San Juan 32-5 Unit 9C  
OFFSET OPERATOR \ OWNER PLAT

Commingle Dakota \ Mesa Verde Formations

Township 32 North - Range 5 West



- 
1. Energen Resources Corporation
  2. Williams Production Company
  3. P & M Petroleum Management Co.
  4. Burlington Resources
  5. Open-BLM Mineral Owner
-

District I  
 PO Box 1980, Hobbs, NM 88241-1980

State of New Mexico  
 Energy, Minerals & Natural Resources Department

Form C-102  
 Revised February 21, 1994  
 Instructions on back  
 Submit to Appropriate District Office  
 State Lease - 4 Copies  
 Fee Lease - 3 Copies

District II  
 PO Drawer DD, Artesia, NM 88211-0719

OIL CONSERVATION DIVISION  
 PO Box 2088  
 Santa Fe, NM 87504-2088

District III  
 1000 Rio Brazos Rd., Aztec, NM 87410

AMENDED REPORT

District IV  
 PO Box 2088, Santa Fe, NM 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number		<sup>2</sup> Pool Code 72319	<sup>3</sup> Pool Name Blanco Mesaverde
<sup>4</sup> Property Code	<sup>5</sup> Property Name SAN JUAN 32-5 UNIT		<sup>6</sup> Well Number 9C
<sup>7</sup> GRID No. 162928	<sup>8</sup> Operator Name ENERGEN RESOURCES CORPORATION		<sup>9</sup> Elevation 6552'

<sup>10</sup> Surface Location

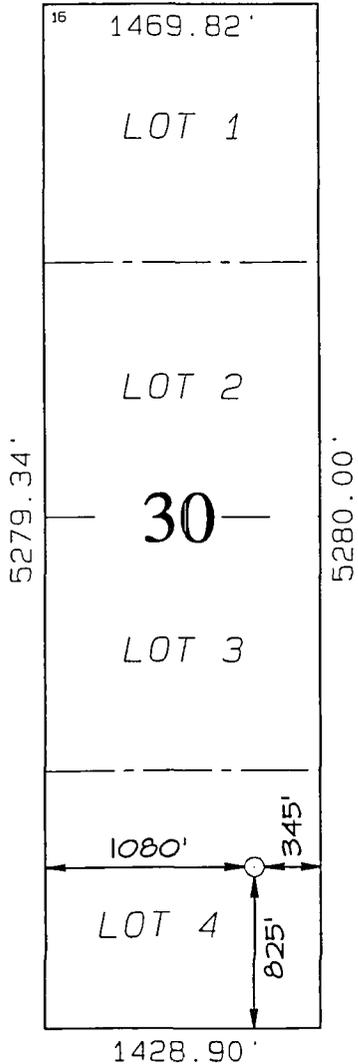
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	30	32N	5W		825	SOUTH	345	EAST	RIO ARRIBA

<sup>11</sup> Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

<sup>12</sup> Dedicated Acres	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



<sup>17</sup> OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief

Signature  
 Gary Brink  
 Printed Name  
 Production Superintendent  
 Title  
 Date

<sup>18</sup> SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

OCTOBER 23, 2000

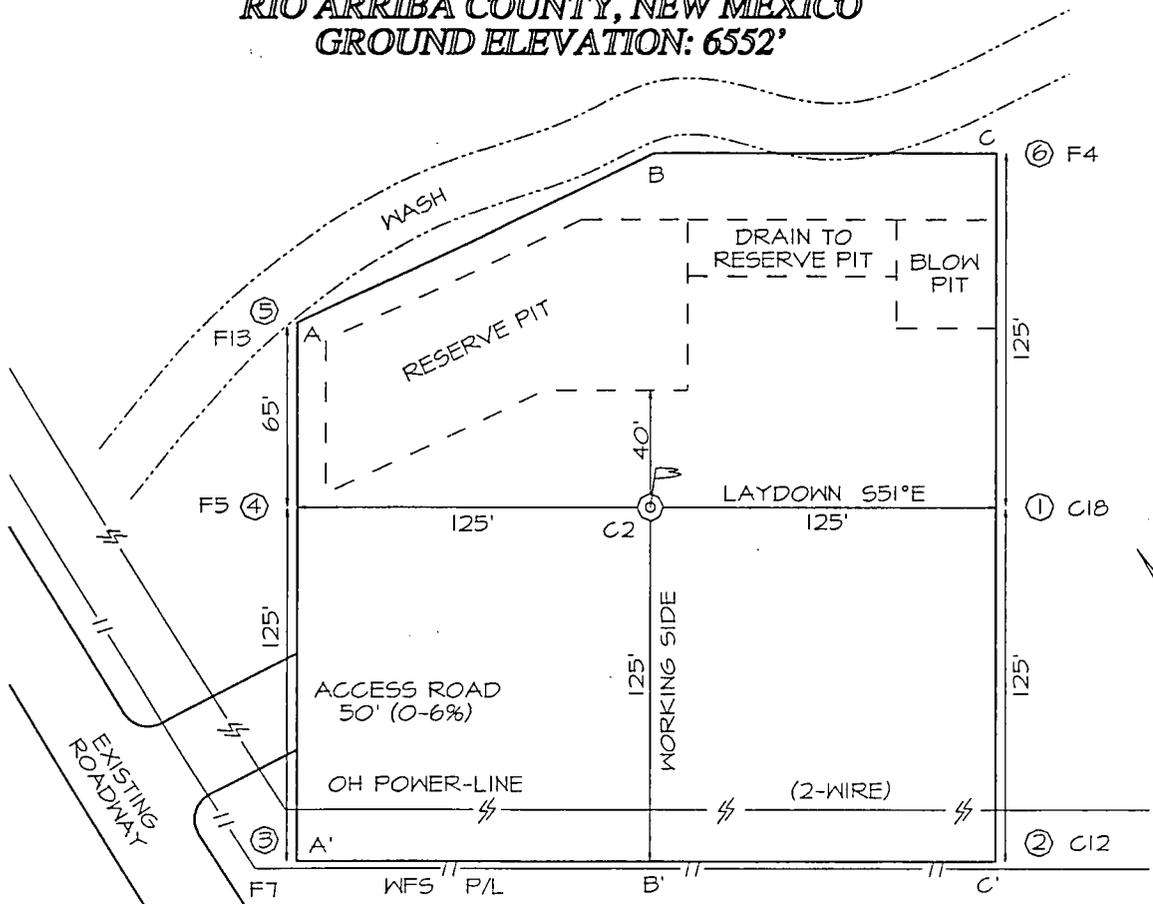
Date of Survey  
 Signature and Seal of Professional Surveyor



Certificate No. 6857

ENERGEN RESOURCES SAN JUAN 32-5 UNIT #9C  
 825' FSL & 345' FEL, SECTION 30, T32N, R5W, NMPM  
 RIO ARriba COUNTY, NEW MEXICO  
 GROUND ELEVATION: 6552'

LATITUDE: 36°56'47"  
 LONGITUDE: 107°23'45"



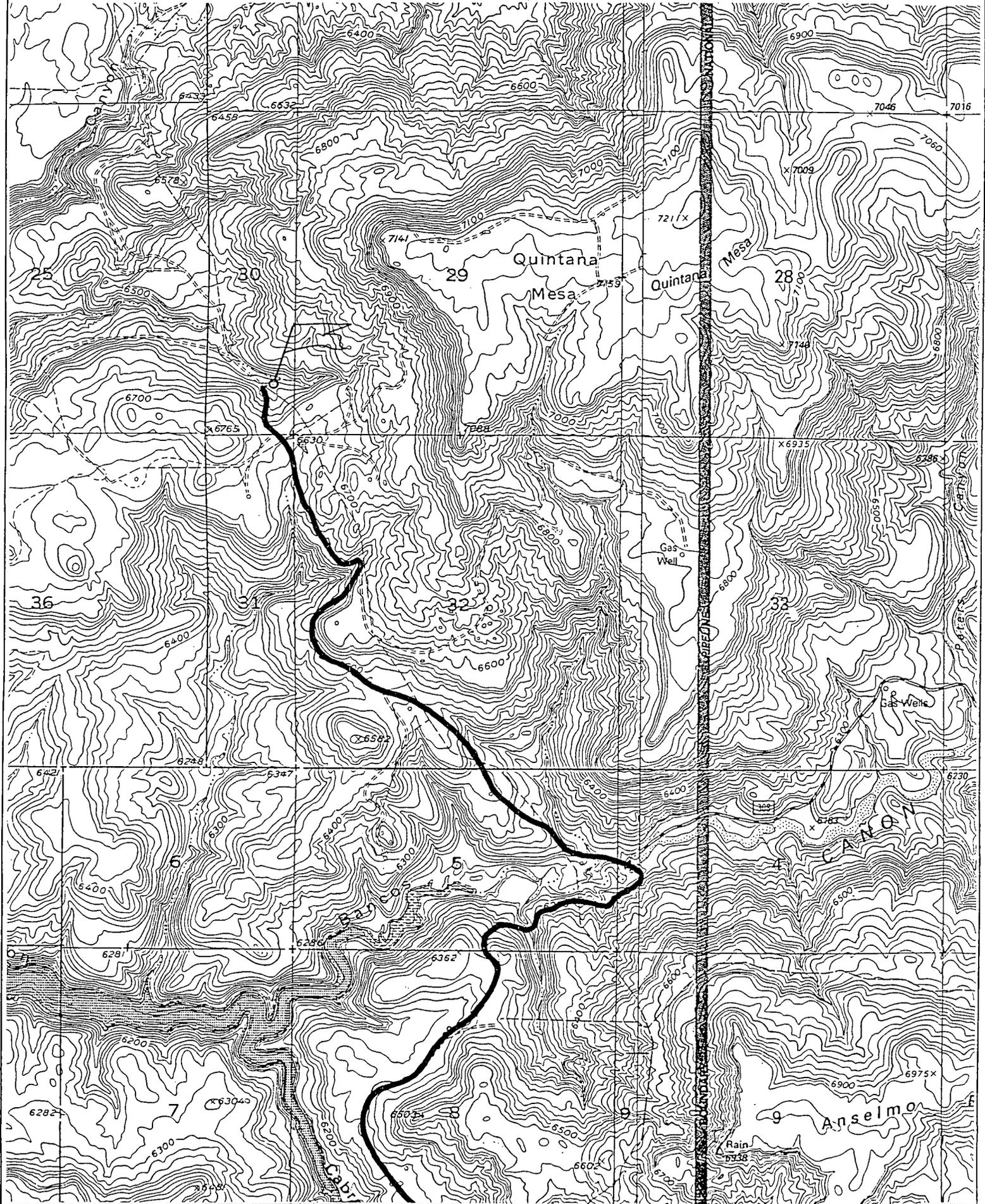
WELLPAD = 1.35 ACRES

A-A'						
6560'						
6550'						
6540'						
B-B'						
6560'						
6550'						
6540'						
C-C'						
6560'						
6550'						
6540'						

ENERGEN RESOURCES CORPORATION SAN JUAN 32-5 UNIT #9C

825' FSL & 345' FEL, SECTION 30, T32N, R5W, N.M.P.M.

RIO ARRIBA COUNTY, NEW MEXICO



**Stogner, Michael**

---

**From:** Hayden, Steven  
**Sent:** Thursday, May 03, 2001 10:21 AM  
**To:** Stogner, Michael  
**Subject:** Energen apps

Mike,  
I concur with Energen's topographic reasons for a non-standard location for the SJ 30-4 #50 well.

I also concur with the SJ 32-5 #9C application. There are hardly any available areas in the section 30 part of this GPU.

Steve Hayden  
NM OCD District III  
1000 Rio Brazos Rd.  
Aztec, NM 87410

<shayden@state.nm.us>  
(505) 334-6178 Ext 14  
Fax: (505) 3346170

5-3-2001  
to date I have not received  
a response to my  
notes to Steve and Cheryl  
asking for verification.  
I called Steve about this at  
10:00 a.m.  
This was his  
response.  
M. S.

1-2-01

Charlie

Attached is a copy of  
Enerson's administrative  
application for your review  
and comments.



1-2-01

Steve

Attached is a copy of  
Enerson's administrative  
application for your review  
and comments.



CMD :  
OG6IWCM

ONGARD  
INQUIRE WELL COMPLETIONS

01/02/01 11:23:22  
OGOMES -TQDA

API Well No : 30 39 25999 Eff Date : 12-07-1998 WC Status : A  
Pool Idn : 72319 BLANCO-MESAVERDE (PRORATED GAS)  
OGRID Idn : 162928 ENERGEN RESOURCES CORPORATION  
Prop Idn : 21996 SAN JUAN 32 5 UNIT

Well No : 009R  
GL Elevation: 6648

	U/L	Sec	Township	Range	North/South	East/West	Prop/Act (P/A)
B.H. Locn	:	1	31	32N	05W	FTG 1300 F N FTG 720 F E	P

Lot Identifier:

Dedicated Acre: 342.36

Lease Type : F

Type of consolidation (Comm, Unit, Forced Pooling - C/U/F/O) : U

M0025: Enter PF keys to scroll

PF01 HELP	PF02	PF03 EXIT	PF04 GoTo	PF05	PF06
PF07	PF08	PF09	PF10 NEXT-WC	PF11 HISTORY	PF12 NXTREC

CMD : ONGARD 01/02/01 11:23:54  
OG6IWCM INQUIRE WELL COMPLETIONS OGOMES -TQDA

API Well No : 30 39 26365 Eff Date : 09-12-2000 WC Status : A  
Pool Idn : 72319 BLANCO-MESAVERDE (PRORATED GAS)  
OGRID Idn : 162928 ENERGEN RESOURCES CORPORATION  
Prop Idn : 21996 SAN JUAN 32 5 UNIT

Well No : 009B  
GL Elevation: 6355

	U/L	Sec	Township	Range	North/South	East/West	Prop/Act (P/A)
B.H. Locn	: 3	31	32N	05W	FTG 1805 F S FTG	710 F E	P

Lot Identifier:

Dedicated Acre: 342.36

Lease Type : F

Type of consolidation (Comm, Unit, Forced Pooling - C/U/F/O) :

M0025: Enter PF keys to scroll

PF01 HELP	PF02	PF03 EXIT	PF04 GoTo	PF05	PF06
PF07	PF08	PF09	PF10 NEXT-WC	PF11 HISTORY	PF12 NXTREC

CMD : ONGARD 01/02/01 11:21:46  
OG6IWCM INQUIRE WELL COMPLETIONS OGOMES -TQEC

API Well No : 30 39 25879 Eff Date : 08-01-2000 WC Status : P  
Pool Idn : 71599 BASIN DAKOTA (PRORATED GAS)  
OGRID Idn : 162928 ENERGEN RESOURCES CORPORATION  
Prop Idn : 21996 SAN JUAN 32 5 UNIT

Well No : 009M  
GL Elevation: 6484

	U/L	Sec	Township	Range	North/South	East/West	Prop/Act (P/A)
B.H. Locn	:	3	30	32N	05W	FTG 2330 F S FTG 1048 F E	P

Lot Identifier:

Dedicated Acre:

Lease Type : U

Type of consolidation (Comm, Unit, Forced Pooling - C/U/F/O) : U

M0025: Enter PF keys to scroll

PF01 HELP	PF02	PF03 EXIT	PF04 GoTo	PF05	PF06
PF07	PF08	PF09	PF10 NEXT-WC	PF11 HISTORY	PF12 NXTREC

CMD :  
OG6IWCM

ONGARD  
INQUIRE WELL COMPLETIONS

01/02/01 11:22:39  
OGOMES -TQDA

API Well No : 30 39 25879 Eff Date : 08-01-2000 WC Status : A  
Pool Idn : 72319 BLANCO-MESAVERDE (PRORATED GAS)  
OGRID Idn : 162928 ENERGEN RESOURCES CORPORATION  
Prop Idn : 21996 SAN JUAN 32 5 UNIT

Well No : 009M  
GL Elevation: 6484

	U/L	Sec	Township	Range	North/South	East/West	Prop/Act (P/A)
B.H. Locn	:	3	30	32N	05W	FTG 2330 F S FTG 1048 F E	P

Lot Identifier:

Dedicated Acre: 348.82

Lease Type : U

Type of consolidation (Comm, Unit, Forced Pooling - C/U/F/O) :

PF01 HELP      PF02                      PF03 EXIT      PF04 GoTo      PF05                      PF06  
PF07              PF08                      PF09              PF10 NEXT-WC   PF11 HISTORY   PF12 NXTREC

CMD :  
OG5SECT

ONGARD  
INQUIRE LAND BY SECTION

01/02/01 11:23:06  
OGOMES -TQDA  
PAGE NO: 1

Sec : 31 Twp : 32N Rng : 05W Section Type : NORMAL

		1 43.11  Federal owned U A	1 43.11  Federal owned U A
		2 42.73  Federal owned U	2 42.73  Federal owned U

PF01 HELP      PF02              PF03 EXIT      PF04 GoTo      PF05              PF06  
PF07 BKWD      PF08 FWD          PF09 PRINT      PF10 SDIV      PF11              PF12

CMD :  
OG5SECT

ONGARD  
INQUIRE LAND BY SECTION

01/02/01 11:23:09  
OGOMES -TQDA  
PAGE NO: 2

Sec : 31 Twp : 32N Rng : 05W Section Type : NORMAL

		3 42.61  Federal owned U A	3 42.61  Federal owned U A
		4 42.73  Federal owned U	4 42.73  Federal owned U

PF01 HELP    PF02            PF03 EXIT    PF04 GoTo    PF05            PF06  
PF07 BKWD   PF08 FWD      PF09 PRINT   PF10 SDIV     PF11            PF12

CMD :  
OG5SECT

ONGARD  
INQUIRE LAND BY SECTION

01/02/01 11:21:27  
OGOMES -TQEC  
PAGE NO: 1

Sec : 30 Twp : 32N Rng : 05W Section Type : NORMAL

		1 44.22  Federal owned U	1 44.22  Federal owned U
		2 43.59  Federal owned U	2 43.59  Federal owned U

PF01 HELP      PF02              PF03 EXIT      PF04 GoTo      PF05              PF06  
PF07 BKWD      PF08 FWD          PF09 PRINT      PF10 SDIV      PF11              PF12

CMD :  
OG5SECT

ONGARD  
INQUIRE LAND BY SECTION

01/02/01 11:21:33  
OGOMES -TQEC  
PAGE NO: 2

Sec : 30 Twp : 32N Rng : 05W Section Type : NORMAL

		3 43.30  Federal owned U A	3 43.30  Federal owned U A
		4 43.30  Federal owned U	4 43.30  Federal owned U

PF01 HELP  
PF07 BKWD

PF02  
PF08 FWD

PF03 EXIT  
PF09 PRINT

PF04 GoTo  
PF10 SDIV

PF05  
PF11

PF06  
PF12