



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

January 2, 2001

Lori Wrotenbery
Director
Oil Conservation Division

**Energen Resources Corporation
2198 Bloomfield Highway
Farmington, New Mexico 87401
Attention: Richard Corcoran**

Administrative Order NSL-4539

Dear Mr. Corcoran:

Reference is made to the following: (i) your application dated November 29, 2000; and (ii) the New Mexico oil Conservation Division's ("Division") records in Santa Fe: all concerning Energen Resources Corporation's ("Energen") request for an off-pattern non-standard Basin-Fruitland coal gas well location for the existing Richardson Com Well No. 3-E (API No. **30-045-25091**), located 790 feet from the North line and 1120 feet from the West line (Lot 4/Unit D) of Section 2, Township 27 North, Range 13 West, NMPM, Basin-Fruitland Coal (Gas) Pool, San Juan County, New Mexico. Lots 3 and 4, the S/2 NW/4 and the SW/4 (W/2 equivalent) of Section 2 is to be dedicated to this well in order to form a standard 319.61-acre stand-up gas spacing and proration unit for the Basin-Fruitland Coal (Gas) Pool.

By the authority granted me under the provisions of Rule 8 of the "*Special Rules and Regulations for the Basin-Fruitland Coal Gas Pool*," as promulgated by Division Order No. R-8768, as amended, the above-described off-pattern non-standard coal gas well location is hereby approved.

Sincerely,

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington
New Mexico State Land Office - Santa Fe