



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
BETTY RIVERA
Cabinet Secretary

June 6, 2002

Lori Wrotenbery
Director
Oil Conservation Division

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

Administrative Order NSP-1856 (L)

Dear Mr. Corcoran:

Reference is made to the following: (i) your application dated May 15, 2002 (*application reference No. pKRV0-214029247*); and (ii) to the records of the New Mexico Oil Conservation Division in Santa Fe ("Division") in Aztec and Santa Fe: all concerning Energen Resources Corporation's ("Energen") request for a non-standard 219.52-acre gas spacing and proration unit consisting of the following acreage in the Basin-Fruitland Coal (Gas) Pool (71629):

RIO ARriba COUNTY, NEW MEXICO
TOWNSHIP 30 NORTH, RANGE 4 WEST, NMPM
Irregular Section 19: Lots 1 through 4 and the E/2 W/2 (W/2 equivalent).

It is our understanding that this unit is to be dedicated to Energen's proposed Carson Well No. 208, to be drilled at an off-pattern non-standard coal gas well location 1635 feet from the North line and 860 feet from the West line (Unit F) of irregular Section 19.

The above-described acreage conforms to an existing non-standard gas spacing and proration unit in both the Blanco-Mesaverde and Basin-Dakota Pools approved under the authority of Division Administrative Order NSP-1791 (L), dated June 30, 1998.

By the authority granted me under the provisions of Rules 6 and 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 unorthodox coal gas well location for the proposed Carson Well No. 208 and non-standard 219.52-acre gas spacing and proration unit are hereby approved.

Sincerely,

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington
File: NSP-1791 (L)