



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

March 25, 1999

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

AMENDED
Administrative Order NSL-293-A

Dear Mr. Corcoran:

Reference is made to your application dated March 5, 1999 to amend Division Administrative Order NSL-293-A, dated November 16, 1998, by seeking an exception to the well location requirements provided within the "*Special Rules and Regulations for the Basin-Dakota Pool*," as promulgated by Division Order No. R-10987. The E/2 of Section 27, Township 32 North, Range 6 West, NMPM, Rio Arriba County, New Mexico is to be dedicated to the proposed well in order to form a standard 320-acre gas spacing and proration unit for the Basin-Dakota Pool.

This application has been duly filed under the provisions of Division Rules 104.F and 605.B.

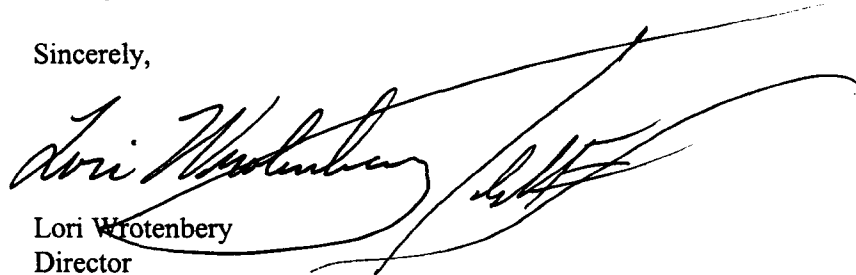
By the authority granted me under the provisions of Division Rule 104.F(2), the following described well to be drilled at an unorthodox gas well location in Section 27 is hereby approved:

San Juan "32-5" Unit Well No. 8-R
2075' FNL & 145' FEL (Unit H).

Further, the aforementioned well and spacing unit will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest, New Mexico.

The original Division Administrative Order NSL-293-A, dated November 16, 1998, shall be placed in abeyance until further notice.

Sincerely,



Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington
U. S. Bureau of Reclamation - Durango, Colorado
File: NSL-293
NSL-293-A