

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

BETTY RIVERA

Cabinet Secretary

March 20, 2002

Lori Wrotenbery
Director
Oil Conservation Division

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

Administrative Order NSL-4712

Dear Mr. Corcoran:

Reference is made to the following: (i) your application dated February 15, 2002 (application reference No. pKRV0-205137629), which was received by the New Mexico Oil Conservation Division ("Division") in Santa Fe on February 19, 2002; and (ii) the Division's records in Santa Fe and Aztec: all concerning Energen Resources Corporation's request to drill its proposed Bullridge Well No. 100 at an off-pattern non-standard coal gas well location 1195 feet from the South line and 845 feet from the East line (Unit P) of Section 33, Township 32 North, Range 5 West, NMPM, Rio Arriba County, New Mexico.

The S/2 of Section 33 is to be dedicated to this well in order to form a standard 320-acre lay-down gas spacing and proration unit for the Basin-Fruitland Coal (Gas) Pool (71629).

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 unorthodox 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

U. S. Forest Service - Bloomfield