



**MONTGOMERY  
& ANDREWS**

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March 12, 2009

Florene Davidson  
New Mexico Oil Conservation Division  
1220 S. St. Francis Drive  
Santa Fe, NM 87505

**Re: Application of Energen Resources Corporation for Creation of the  
Carracas Canyon Production Area and for Exception to the Well  
Location Provisions, NMOCD Case No. 14287**

Dear Ms. Davidson:

Attached for filing is an original and two copies of a Pre-Hearing Statement  
in the above-referenced matter. I have included an extra copy to be conformed.

Thank you.

Very truly yours,

Karen Williams  
Assistant to J. Scott Hall

:kw  
Enclosure

{00064750-1}

**REPLY TO:**

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**STATE OF NEW MEXICO  
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES  
OIL CONSERVATION DIVISION**

**IN THE MATTER OF THE APPLICATION OF ENERGEN  
RESOURCES CORPORATION FOR CREATION OF THE  
CARRACAS CANYON PRODUCTION AREA AND FOR  
EXCEPTION TO THE WELL LOCATION PROVISIONS OF  
THE SPECIAL RULES AND REGULATIONS FOR THE  
BASIN-FRUITLAND COAL GAS POOL, RIO ARRIBA  
COUNTY, NEW MEXICO**

**CASE NO. 14287**

**PRE-HEARING STATEMENT**

This Pre-Hearing Statement is submitted by Energen Resources Corporation as required by the Oil Conservation Division.

**APPEARANCES OF PARTIES**

**APPLICANT**

Energen Resources Corporation  
Attn: Dave Poage  
1210 Afton Place  
Farmington, NM 87041  
(505) 326-6112

**ATTORNEY**

J. Scott Hall, Esq.  
Montgomery & Andrews, P.A.  
P.O. Box 2307  
Santa Fe, New Mexico 87504-2307  
(505) 982-3873

**OPPOSITION OR OTHER PARTY**

**ATTORNEY**

**STATEMENT OF CASE**

Applicant seeks an order creating the Carracas Canyon Production Area and providing for an exception to the well setback location provisions of the Rules and Regulations for the Basin-Fruitland Coal Gas Pool authorizing well locations within 10 feet of section, quarter-section, or interior quarter-quarter section lines or subdivision inner boundaries in conformance with Rule 7(a)(2) of the pool rules for the pool including wells to be drilled in and adjacent to participating areas within

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the production area, but no closer than 660 feet from the outer boundaries of the production area.

The proposed production area is comprised of the following lands located in Rio Arriba County, New Mexico:

All or portions of the following sections in Township 32 North, Range 4 West: Sections 8 through 36; all or portions of the following sections in Township 32 North, Range 5 West: Sections 10 through 16, Sections 21 through 27, Sections 34 through 36; and all or portions of the following sections in Township 31 North, Range 5 West: Sections 1 and 2.

**OPPOSITION OR OTHER PARTY**

There is no opposing party at this time.

**PROPOSED EVIDENCE**

**APPLICANT**

WITNESSES	EST. TIME	EXHIBITS
David Poage (Landman)	20 min.	4
Andrew Benson (Geologist)	20 min.	4
Bryan Ward (Reservoir Engineer)	20 min.	4

**OPPOSITION**

WITNESSES	EST. TIME	EXHIBITS
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**PROCEDURAL MATTERS**

(Please identify any procedural matters which  
need to be resolved prior to the hearing)

None.

Respectfully submitted,



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J. Scott Hall  
Montgomery & Andrews, P. A.  
325 Paseo de Peralta  
Santa Fe, New Mexico 87501  
(505) 982-3873  
Attorneys for Energen Resources Corp.

**Certificate of Service**

I hereby certify that on this 12th day of March, 2009 a copy of the foregoing  
was faxed to the following:

**N/A**

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J. Scott Hall

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