



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

May 3, 2001

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



Administrative Order NSL-4586

Dear Mr. Corcoran:

Reference is made to your application dated December 1, 2000 for Energen Resources Corporation to drill its proposed San Juan "30-4" Unit Well No. 50 at an unorthodox Pictured Cliffs gas well location 2360 feet from the South line and 345 feet from the West line (Unit L) of Section 22, Township 30 North, Range 4 West, NMPM, Rio Arriba County, New Mexico. The SW/4 of Section 22 is to be dedicated to the well in order to form a standard 160-acre gas spacing and proration unit for the East Blanco-Pictured Cliffs Pool (72400).

This application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

By the authority granted me under the provisions of Division Rule 104.F (2), the above-described unorthodox 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