



November 18, 2002

New Mexico Oil Conservation Division
1000 Rio Brazos Road
Aztec, New Mexico 87410

San Juan 30-4 Unit #41M
Unit P, Section 18, T 30 N, R 4 W
Rio Arriba Co., New Mexico
East Blanco Pictured Cliffs (72400) & Blanco Mesa Verde (72319)
Administrative Order DHC- 2934
API # 30-039-25917

Dear Mr. Hayden:

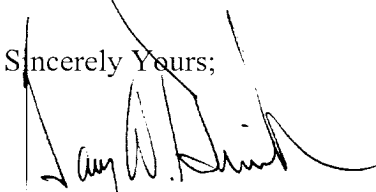
Energen Resources recently finished a pay add and down hole commingling operations on the subject well. In accordance to the approved Administrative Order, the supervisor of the Aztec District Office of the NMOCD shall determine the proper production allocation.

Prior to commingling operations, the Mesa Verde produced at a stabilized rate of 150 MCFD. The Pictured Cliffs was added in September 2001 and the well returned to production in October. The well has stabilized at a rate of 495 MCFD. The following allocation is recommended:

	Gas	Oil
Pictured Cliffs	70%	N/A
Mesa Verde	30%	N/A

If additional information is needed, please contact me.

Sincerely Yours;


Gary W. Brink
General Manager- San Juan