

January 29, 2013

Bureau of Land Management Farmington Resource Area 1235 La Plata Highway Farmington, NM 87401

New Mexico Commissioner of Public Lands PO Box 1148 Santa Fe, NM 87501-1148

New Mexico Oil Conservation Division Energy & Minerals Department 1220 South St. Francis Drive Santa Fe, NM 87505

RE:

2013 PLAN OF DEVELOPMENT

SAN JUAN 32-5 UNIT, #14-08-001-534 RIO ARRIBA COUNTY, NEW MEXICO

Gentlemen:

The following Participating Areas currently exist in the unit:

<u>FORMATION</u>	EXPANSION	EFFECTIVE DATE
Mesaverde	8 th	12/1/1962
Dakota	6 th	11/1/1962
Fruitland Coal	9 th	11/1/2006

By letter dated February 8, 2012, the Plan of Development (POD) for the calendar year 2012 was filed by Energen Resources Corporation as Unit Operator and stated that no drilling/recompletion or abandonment operations of wells within the San Juan 32-5 Unit were anticipated for 2012.

As of this date, the total number of wells in the San Juan 32-5 Unit are as follows:

Mesaverde	Producing	25
Mesaverde	P&A	1
Mesaverde/Dakota	Producing	6
Dakota	Producing	1
Fruitland Coal	Producing	29
Fruitland Coal	Shut-in	1
		63

No further operations by Energen Resources Corporation for the drilling/recompletion or abandonment of wells within the San Juan 32-5 Unit are anticipated to be conducted during calendar year 2013.

Energen Resources Corporation, as Unit Operator, plans to drill any offset wells required to prevent drainage of unitized substances and any other wells deemed necessary or desirable by the Unit Operator and the Working Interest Owners.

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In accordance with Section 10 of the Unit Agreement, please advise of your approval by executing in the space provided below and returning a copy to the undersigned.

Copies of this letter are being sent to the Working Interest Owners shown on the attached sheet.

Please contact the undersigned at (505) 324-4133 if there are any questions regarding this letter.

Sincerely,

David M. Poage Land Manager

Enclosures

DP/mt

SAN JUAN 32-5 UNIT 2013 PLAN OF DEVELOPMENT

APPROVED: _	Bureau of Land Management	DATE:
APPROVED: _	Commissioner of Public Lands	DATE:
APPROVED: _	Oil Conservation Division	DATE: 2/1/2013

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SAN JUAN 32-5 UNIT 12H, WORKING INTEREST OWNER

XTO Energy Inc Attn: Aaron Austin 810 Houston Street Fort Worth, TX 76102-6298