Ranne B. Miller Alice T. Lorenz Stephen M. Williams Stephan M. Vidmar Seth V. Bingham Timothy R. Briggs Rudolph Lucero Deborah A. Solove Gary L. Gordon Lywrence R. White Virginia Anderman Marte D. Lightstone J. Scott Hall* Thomas R. Mack Thomas M. Domme Ruth O. Pregenzer

Jeffrey E. Jones James J. Widland Bradley D. Tepper** Robin A. Goble James R. Wood Dana M. Kyle Kirk R. Allen Ruth Fuess H. Brook Laskey Pania G. Maynes Gary Risley

M. Dylan O'Reilly

Jennifer D. Hall

Todd A. Schwarz

Nell Graham Sale

Scott P. Hatcher Ann M. Conway Randall J. McDonald Robert H. Clark Richard L. Alvidrez Kelsey D. Green Marcy Baysinger Caroline Blankenship Matthew S. Rappaport Karen E. Wootton Somer K, Chyz Joseph L. Romero Kelly A. Stone Demn B. Knoper

Patricia A. Bradley

April 5, 2006

T. Aaron Garrett Amy P. Hauser Rebecca M. Alves

Counse

James B. Collins Terri S. Beach Robert D. Taichert Douglas A. Echols

Of Counsel

William K. Stratvert Sharon P. Gross

Reply to Santa Fe

150 Washington Ave., Suite 300 Santa Fe, NM 87501

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Board Certified Specialist; Natural Resources - Oil & Gas Law
 Board Certified Specialist: Real Estate Law

VIA FACSIMILE

Mr. Charles Lakins Domenici Law Firm 6100 Seagull St., N.E., #205 Albuquerque, New Mexico 87109-2500

Re:

NMOCD Case No. 13686; Amended Application of DKD, LLC for an Order Revoking the Injection Authority for the Gandy Corporation State "T" Well No. 2,

Lea County, New Mexico

Dear Charles:

I have reviewed Gandy Corporation's Request for Subpoenas filed with the Division on March 31, 2006 in the above matter.

Please be advised that DKD, LLC will produce materials responsive to items 1 and 2 on a voluntary basis and therefore there will be no need for Gandy Corporation to obtain the issuance of a formal subpoena duces tecum from the Division at this time.

Very truly yours,

MILLER STRATVERT P.A.

1. Swithell

J. Scott Hall

cc:

Ted Apodaca, Esq. Florene Davidson DKD, LLC

A PROFESSIONAL ASSOCIATION

ALBUQUERQUE (505) 842-1950

FARMINGTON (505) 326-4521

LAS CRUCES (505) 523-2481

SANTA FE (505) 989-9614

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DOMENICI LAW FIRM, P.C.

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Albuquerque, New Mexico 87102

Pete V. Domenici, Jr. promenici@domenicilew.com

Jeanne Cameron Washburn jwashburn@domenicilaw.com (505) 883-6250 Telephone (505) 884-3424 Facsimile Charles N. Lakins clakins@domenicilaw.com

Lorraine Hollingsworth
Ihollingsworth@domenicilaw.com

April 5, 2006

VIAFACSIMILE to 505-476-3462

Total Fax 4 pages

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

RE: Matter of the Application of DKD, LLC for an Order Directing Gandy Corporation to Show Case, Lea County, New Mexico; Case No. 13686

Dear Ms. Davidson:

Please find attached Intervenor Gandy-Marley's Subpoenas for filing in the above captioned case. I sent a request for subpoenas last week and was informed that OCD needed subpoenas in form. As this is my first subpoena request to OCD, please let me know if the attached meet with OCD's approval. If not, please have appropriate QCD staff call me.

Thank you for your courtesies.

Sincerely,

DOMENICI LAW FIRM, P.C.

Charles N. Lakins, Esq.

cc:

1679

J. Scott Hall, Attorney for DKD

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

IN THE MATTER OF THE APPLICATION OF DKD, LLC FOR AN ORDER DIRECTING GANDY CORPORATION TO SHOW CAUSE, LEA COUNTY, NEW MEXICO

CASE NO. 13686

SUBPOENA FOR PRODUCTION OF DOCUMENTS

TO: **Energen Resources Corporation CT Corporation System** 123 E MARCY SANTA FE NEW MEXICO 87501

YOU ARE HEREBY COMMANDED TO APPEAR as follows:

PLACE:

New Mexico Oil Conservation Division 1220 South St. Francis Drive

Santa Fe, New Mexico 87505

DATE: April 21, 2006

TIME: 10:00 a.m.

To permit inspection of the following described documents or objects:

- 1. All documents in the care, custody and control of Energen Resources related to the Snyder "A" No. 1 Well (API No. 30-025-03727), including any sales contract and other documentation supporting Energen's attaining and selling of this well, complete and unedited well files, casing pressure logs, operator's monthly reports, and all regulatory documents including drilling permits, sundry reports, completion reports, letters, etc. pertaining to this well, explicitly including any documentation supporting a determination that the well had experienced a casing collapse at approximately 8825 feet.
- 2. All documents in the care, custody and control of Energen Resources related to the Snyder "B" No. 2 Well (API No. 30-025-03729), including any sales contract and other documentation supporting Energen's attaining the well, complete and unedited well files, casing pressure logs, operator's monthly reports, and all regulatory documents including drilling permits, sundry reports, completion reports, letters, etc. pertaining to this well, explicitly including any documentation concerning a water blowout in April 2005, and

any documentation supporting a determination that the well had experienced a casing collapse at 6365 feet.

3. All documents in the care, custody and control of Energen Resources related to the Snyder "A" Com 1-6 Well (API No. 30-025-34073), including any sales contract and other documentation supporting Energen's attaining the well, complete and unedited well files, casing pressure logs, operator's monthly reports, and all regulatory documents including drilling permits, sundry reports, completion reports, letters, etc. pertaining to this well.

YOU ARE ALSO COMMANDED to bring with you the following document(s) or object(s):

- 1. All documents in the care, custody and control of Energen Resources related to the Snyder "A" No. 1 Well (API No. 30-025-03727), including any sales contract and other documentation supporting Energen's attaining and selling of this well, complete and unedited well files, casing pressure logs, and all regulatory documents including drilling permits, sundry reports, completion reports, letters, etc. pertaining to this well, explicitly including any documentation supporting a determination that the well had experienced a casing collapse at approximately 8825 feet.
- 2. All documents in the care, custody and control of Energen Resources related to the Snyder "B" No. 2 Well (API No. 30-025-03729), including any sales contract and other documentation supporting Energen's attaining the well, complete and unedited well files, casing pressure logs, and all regulatory documents including drilling permits, sundry reports, completion reports, letters, etc. pertaining to this well, explicitly including any documentation concerning a water blowout in April 2005, and any documentation supporting a determination that the well had experienced a casing collapse at 6365 feet.
- 3. All documents in the care, custody and control of Energen Resources related to the Snyder "A" Com 1-6 Well (API No. 30-025-34073), including any sales contract and other documentation supporting Energen's attaining the well, complete and unedited well files, casing pressure logs, and all regulatory documents including drilling permits, sundry reports, completion reports, letters, etc. pertaining to this well.

THIS SUBPOENA issued by or at request of:

Charles N. Lakins, Esq.,
Attorney for Intervenor Gandy Corporation

320 Gold Ave SW, Suite 1000, Albuquerque, N.M. 87102 Address

(\$05) 883-6250 Telephone

CERTIFICATE OF SERVICE BY ATTORNEY

I certify that I caused a copy of this subpoena to be served on the following persons entities by (hand - delivery) (mail) on this ______ day of April 2006:

Energen Resources Corporation CT Corporation System 123 E MARCY SANTA FE NEW MEXICO 87501

Attorney for Oil Conservation Division	
Signature	
Date	