

February 4, 2011

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 87505

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

RE: **2011 PLAN OF DEVELOPMENT**  
**LINDRITH UNIT, I SEC. NO. 713**  
**RIO ARRIBA COUNTY, NEW MEXICO**

Gentlemen:

By letter dated March 11, 2010, the Plan of Development (POD) for the calendar year 2010 was filed by Energen Resources Corporation as Unit Operator and provided for the following activity:

WELL NAME	FORMATION	TYPE	DEDICATION	STATUS
Lindrith Unit 20	Pictured Cliffs	Plug & Abandon	Sec. 9, T24N, R3W	<b>P&amp;A 1/20/2010</b>
Lindrith Unit 39	Pictured Cliffs	Plug & Abandon	Sec. 16, T24N, R3W	<b>P&amp;A 1/27/2010</b>

Pursuant to Section 10 of the Lindrith Unit Agreement, Energen Resources Corporation, as Operator, hereby submits the Plan of Development providing for the plug and abandonment of the following wells during the calendar year 2011:

WELL NAME	FORMATION	TYPE	DEDICATION
Lindrith Unit 60	Pictured Cliffs	Plug & Abandon	Sec. 25, T24N, R3W
Lindrith Unit 96	Pictured Cliffs	Plug & Abandon	Sec. 8, T24N, R2W

ConocoPhillips Company, (successor to Mobil Exploration and Producing U.S., Inc.) as Sub-Operator of depths below the Pictured Cliffs formation, will separately submit their proposed 2011 POD for the Gallup and Dakota formations.

The Pictured Cliffs Participating Area had its thirteenth expansion. As of this date, there are 74 producing, three (3) shut-in and 21 plugged and abandoned Pictured Cliffs wells in the Lindrith Unit.

Energen owns 100% of the working interest in the Pictured Cliffs Participating Area and believes that all current obligations have been satisfied.

Energen, 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.

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.

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

Sincerely,



David M. Poage  
District Landman

DP/mt

**LINDRITH UNIT 2011 PLAN OF DEVELOPMENT**

APPROVED: \_\_\_\_\_  
Bureau of Land Management

DATE: \_\_\_\_\_

APPROVED:  \_\_\_\_\_  
Oil Conservation Division

DATE: 2/10/2011

APPROVED: \_\_\_\_\_  
Commissioner of Public Lands

DATE: \_\_\_\_\_