

RECEIVED

April 23, 2004

2004 APR 26 AM 11:43

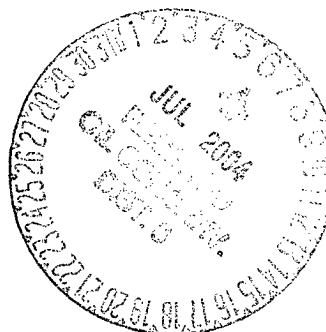
070 FARMINGTON, NM

Bureau of Land Management (3)
Farmington Resource Area
1235 LaPlata Highway
Farmington, New Mexico 87401

N.M. Commissioner of Public Lands (2)
P.O. Box 1148
Santa Fe, New Mexico 87501-1148

N.M. Oil Conservation Division (2)
Energy & Minerals Department
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

RE: LINDRITH UNIT
RIO ARRIBA COUNTY, NEW MEXICO
2004 PLAN OF DEVELOPMENT



Gentlemen:

By letter dated March 11, 2003, the Plan of Development (POD) for the calendar year 2003 was filed for the Lindrith Unit providing for the plugging and abandonment of the following two (2) wells:

<u>Well</u>	<u>Location</u>	<u>Formation</u>
Lindrith NP #12	NW ⁴ SE ⁴ Sec. 22, T24N-R3W	Pictured Cliffs
Lindrith NP #112	SE SE ⁴ Sec. 26, T24N-R3W	Pictured Cliffs

These plugging and abandonment operations were completed as well as plugging and abandonment operations for the following additional three wells:

<u>Well</u>	<u>Location</u>	<u>Formation</u>
Lindrith Unit #49	NE ⁴ Sec. 9, T24N-R3W	Pictured Cliffs
Lindrith Unit #84	SE ⁴ Sec. 36, T24N-R3W	Pictured Cliffs
Lindrith Unit #80	SW ⁴ Sec. 11, T24N-R3W	Pictured Cliffs

No further operations by Energen for the drilling/recompletion or abandonment of wells within the Lindrith Unit are anticipated to be conducted during calendar year 2004.

Conoco, Inc., now ConocoPhillips, (successor to Mobil Exploration and Producing U.S., Inc.) as Sub-Operator of depths below the Pictured Cliffs formation, will separately submit their proposed 2004 POD, covering the Gallup and Dakota formations.

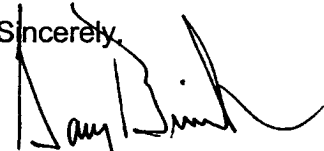
The Pictured Cliffs Participating Area had its thirteenth expansion. As of this date, there are 78 producing, two shut-in and eight plugged and abandoned Pictured Cliffs wells in the Lindrith Unit.

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 Gary Brink at (505) 325-6800 if there are any questions regarding this letter.

Sincerely,


Gary Brink
General Manager
San Juan Basin

GB/ga

LINDRITH UNIT 2004 PLAN OF DEVELOPMENT

APPROVED: /s/ David R. Sitzler
Bureau of Land Management

DATE: JUL 1 2004

APPROVED: _____
Oil Conservation Division

DATE: _____

APPROVED: _____
Commissioner of Public Lands

DATE: _____

LINDRITH UNIT WORKING INTEREST OWNERS

Energen Resources Corporation
Attn: Land Department
2198 Bloomfield Hwy.
Farmington, NM 87401

ConocoPhillips Company
Attn: Chief Landman, San Juan/Rockies
P. O. Box 2197
Houston, TX 77253

Mr. Frank Yockey
Yockey Oil Company
Attn: Connie Schaffer
PO Drawer 70
Olney, IL 62450
Fax: 618-392-2840