

14. April. 07 DATE IN	SUSPENSE	D. Brooks ENGINEER	NSL 23. April. 07 LOGGED	PCLP0711328619 TYPE
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ABOVE THIS LINE FOR DIVISION USE ONLY
NEW MEXICO OIL CONSERVATION DIVISION
 - Engineering Bureau -

San Juan 30-4 #21-1

ADMINISTRATIVE APPLICATION COVERSHEET 5630

THIS COVERSHEET IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS

Application Acronyms:

☐ [NSP-Non-Standard Proration Unit] ☐ [NSL-Non-Standard Location]
☐ [DD-Directional Drilling] ☐ [SD-Simultaneous Dedication]
☐ [DHC-Downhole Commingling] ☐ [CTB-Lease Commingling] ☐ [PLC-Pool/Lease Commingling]
☐ [PC-Pool Commingling] ☐ [OLS - Off-Lease Storage] ☐ [OLM-Off-Lease Measurement]
☐ [WFX-Waterflood Expansion] ☐ [PMX-Pressure Maintenance Expansion]
☐ [SWD-Salt Water Disposal] ☐ [IPI-Injection Pressure Increase]
☐ [EOR-Qualified Enhanced Oil Recovery Certification] ☐ [PPR-Positive Production Response]

[1] TYPE OF APPLICATION - Check Those Which Apply for [A]

☐ [A] Location - Spacing Unit - Directional Drilling
☒ [X] NSL ☐ [] NSP ☐ [] DD ☐ [] SD

Check One Only for [B] and [C]

☐ [B] Commingling - Storage - Measurement
☐ [] DHC ☐ [] CTB ☐ [] PLC ☐ [] PC ☐ [] OLS ☐ [] OLM

☐ [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
☐ [] WFX ☐ [] PMX ☐ [] SWD ☐ [] IPI ☐ [] EOR ☐ [] PPR


[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or ☐ Does Not Apply

☐ [A] ☐ [] Working, Royalty or Overriding Royalty Interest Owners
☐ [B] ☒ [X] Offset Operators, Leaseholders or Surface Owner
☐ [C] ☐ [] Application is One Which Requires Published Legal Notice
☐ [D] ☐ [] Notification and/or Concurrent Approval by BLM or SLO
 U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
☐ [E] ☐ [] For all of the above, Proof of Notification or Publication is Attached, and/or,
☐ [F] ☐ [] Waivers are Attached

[3] INFORMATION / DATA SUBMITTED IS COMPLETE - Statement of Understanding

I hereby certify that I, or personnel under my supervision, have read and complied with all applicable Rules and Regulations of the Oil Conservation Division. Further, I assert that the attached application for administrative approval is accurate and complete to the best of my knowledge and where applicable, verify that all interest (WI, RI, ORRI) is common. I understand that any omission of data, information or notification is cause to have the application package returned with no action taken.

Note: Statement must be completed by an individual with supervisory capacity.

David M. Poage		District Landman	4/13/07
Print or Type Name	Signature	Title	Date

2007 APR 19 AM 11 32



April 13, 2007

Certified Mail
7005 1820 0002 8596 7736

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

RE: Administrative Approval of Unorthodox Location
San Juan 30-4 #21-1 Well
760' FSL and 110' FEL – Bottom hole location
Section 21, T30N, R4W
Rio Arriba County, New Mexico

Gentlemen:

Energen Resources Corporation (Energen) hereby requests Administrative Approval for an Unorthodox Location of its San Juan 30-4 #21-1 Pictured Cliffs formation well under the provisions of New Mexico Oil Conservation Division, East Blanco Pictured Cliffs Pool rules.

This well is located in the SE/4 of Section 21-T30N-R4W, Rio Arriba County, New Mexico and is dedicated to a spacing unit consisting of the E/2 of Section 17, in the East Blanco Pictured Cliffs gas pool.

This well is located closer than 660' from the eastern proration unit boundary by 550'. This well is within the boundaries of the San Juan 30-4 Unit. This location is being drilled as a horizontal well bore and is situated so that the longest lateral can be accessed. This additional length is required to provide for the potential for the production of the most reserves and the best possible economics for this well. An explanation of this reasoning is attached.

Energen is the owner of all offsetting spacing units, therefore no affected owner letter is being sent out and waivers are required.

Attached is a well location plat showing dedicated acreage (C102), a plat showing the offsetting spacing units and a topographic map.

Your favorable consideration of this request would be appreciated.

Sincerely,

A handwritten signature in black ink, appearing to read "David M. Poage".

David M. Poage
District Landman

DISTRICT I
1625 N. French Dr., Hobbs, N.M. 88240

State of New Mexico
Energy, Minerals & Natural Resources Department.

Form C-102
Revised August 15, 2000

DISTRICT II
811 South First, Artesia, N.M. 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, N.M. 87410

DISTRICT IV
2040 South Pacheco, Santa Fe, NM 87505

OIL CONSERVATION DIVISION

2040 South Pacheco
Santa Fe, NM 87505

Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number		2 Pool Code		3 Pool Name East Blanco Pictured Cliffs	
4 Property Code		5 Property Name SAN JUAN 30-4 UNIT			6 Well Number 21-1
7 OGRID No.		8 Operator Name ENERGEN RESOURCES CORPORATION			9 Elevation 7609'

¹⁰ Surface Location

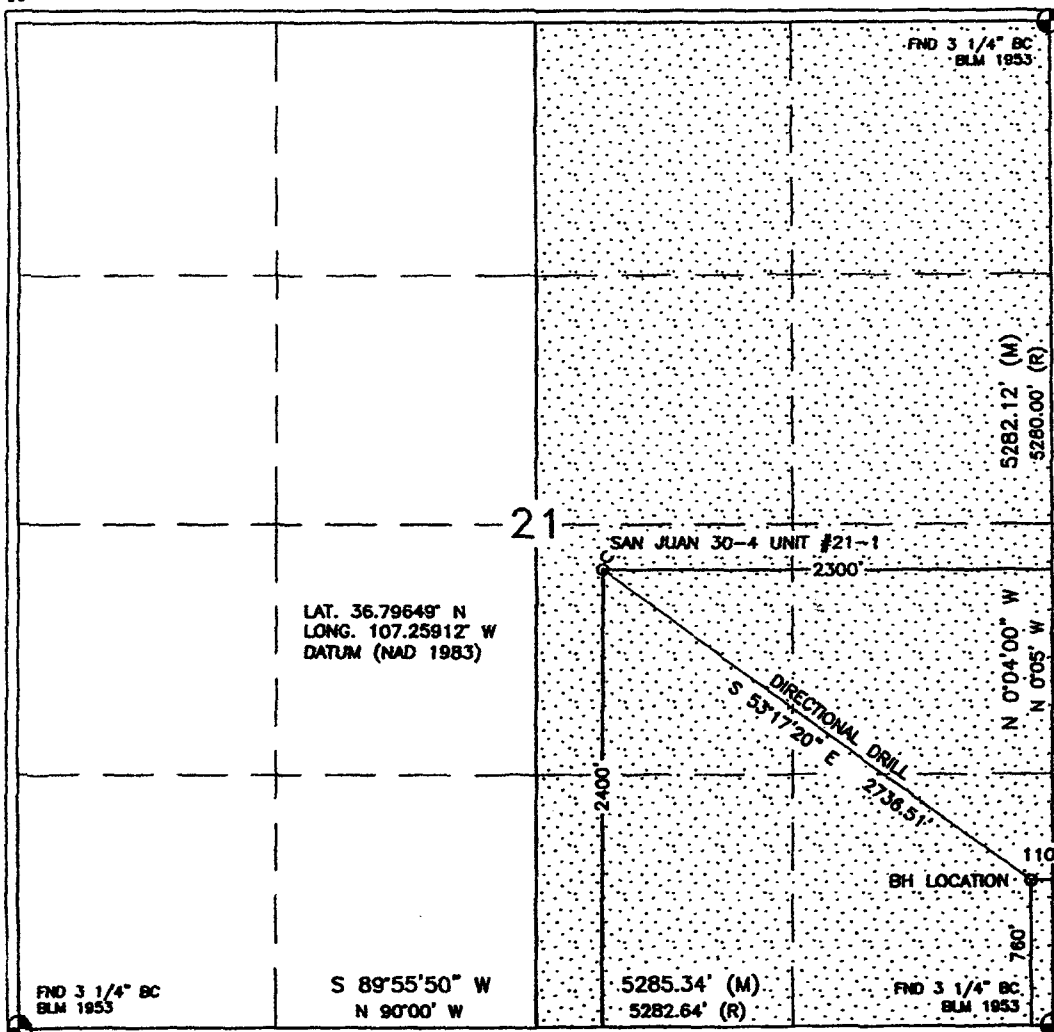
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
J	21	30N	4W		2400'	SOUTH	2300'	EAST	RIO ARRIBA

¹¹ Bottom Hole Location If Different From Surface

UL or lot no. P	Section 21	Township 30N	Range 4W	Lot Idn	Feet from the 760'	North/South line SOUTH	Feet from the 110'	East/West line EAST	County RIO ARRIBA
¹⁵ Dedicated Acres 320.42 Acres - (E/2)			¹⁶ Joint or Infill		¹⁷ Consolidation Code		¹⁸ Order No.		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16



17 OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Nathaniel

Signature
Nathan Smith
Printed Name

Drilling Engineer

Title
4/4/07

Date

18 SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

NOVEMBER 20, 2006

Date of Survey

Signature and Seal of Professional Surveyor:

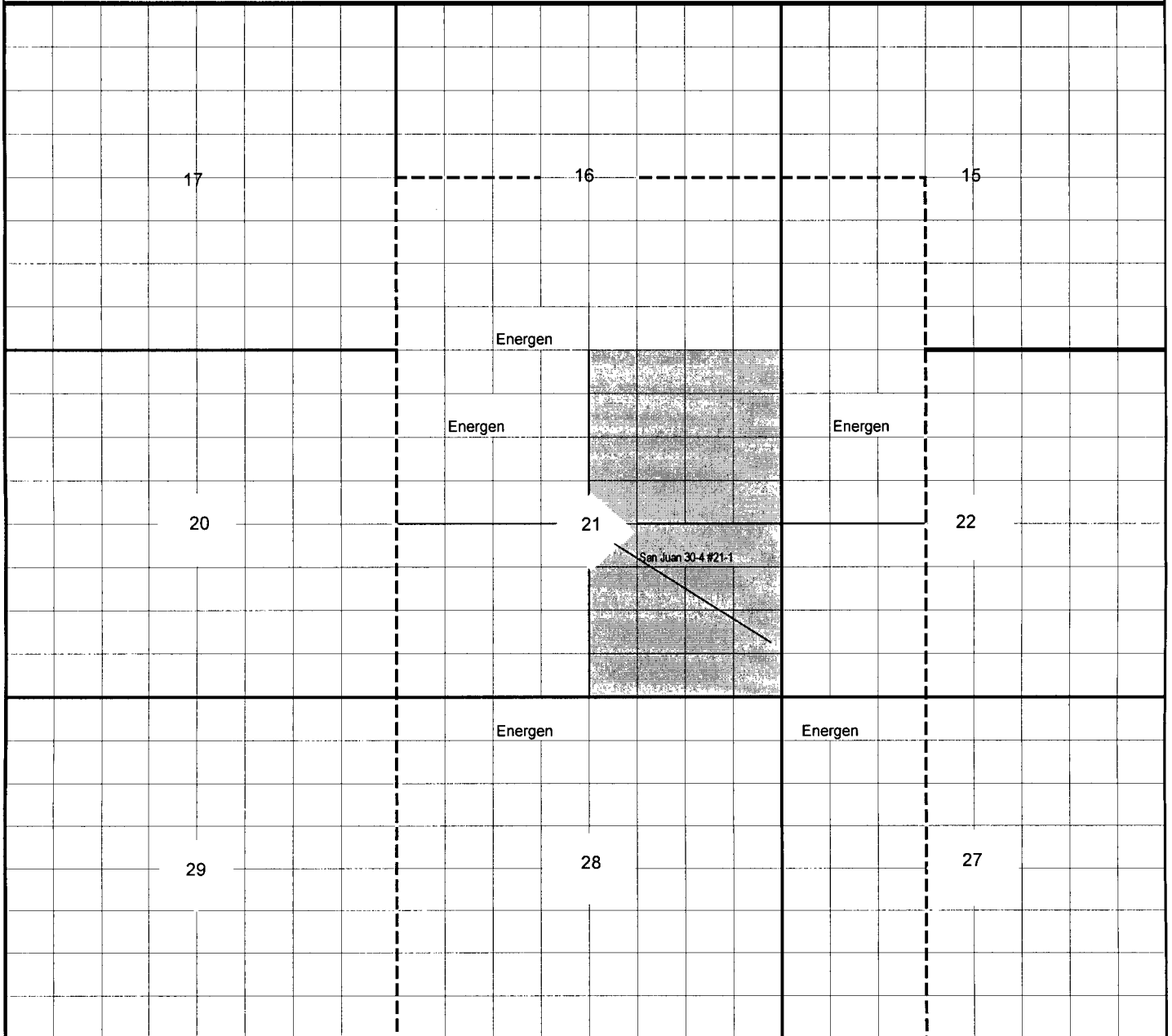
W. H. Russell



DAVID RUSSELL

Certificate Number 10201

San Juan 30-4 #21-1
SE/4 Section 21-T30N-R4W
Rio Arriba County, New Mexico
Offset Operators Plat





To: NMOCD

From: Greg Jennings
Geologic Manager
Western Region

Re: Reduced Setbacks
Horizontal Pictured Cliffs Pilot Tests
San Juan 30-4 Unit #48 (se sect 17)
San Juan 30-4 Unit #21-1 (se sect 21)

Date: 3-12-07

Summary

Energen is proposing to drill the described horizontal Pictured Cliffs pilot tests in the Participating Area of the San Juan 30-4 Unit in 2007. These wells are being drilled in an area where vertical wells have been, on average, uneconomic. In order for these horizontal wells to have a reasonable chance of being economic, the wells need to achieve as much horizontal length as possible, thus we are requesting the reduced setbacks (10' from interior PA boundaries). Due to the common ownership in the PA, correlative rights will be protected. The requested setbacks are consistent with established PA setbacks in the Fruitland Coal and Mesaverde in the other Federal Unit that Energen operates (San Juan 32-5 Unit). The BHL's of the proposed wells will remain 660' from the exterior of the Participating Area.

Historical Data

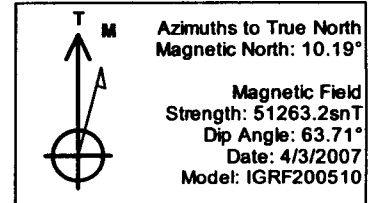
Energen has drilled 25 Pictured Cliffs wells in the 30N-4W township since 1997. With the exception of a small area on the western side of the township, most of these wells have been uneconomic. There is significant gas in place in the Pictured Cliffs sands in this area that we believe may be economically extracted through horizontal drilling, but the 660' setbacks associated with the current 160 acre spacing rules do not allow sufficient horizontal length to have a reasonable chance of achieving economic wells.

Black Hills Exploration and Production Company recently applied for reduced setbacks for the Pictured Cliffs formation in the adjacent properties in the 30N-3W township. In their application they also referred to the low recovery factors from this reservoir, and the need for horizontal drilling. The geologic characteristics of the Pictured Cliffs formation in these two areas are similar, and the same setback exceptions are needed to increase recoverable reserves and prevent waste.

Attachments: Map of SJ 30-4 Unit, Pictured Cliffs PA, and 2 proposed horizontal wells



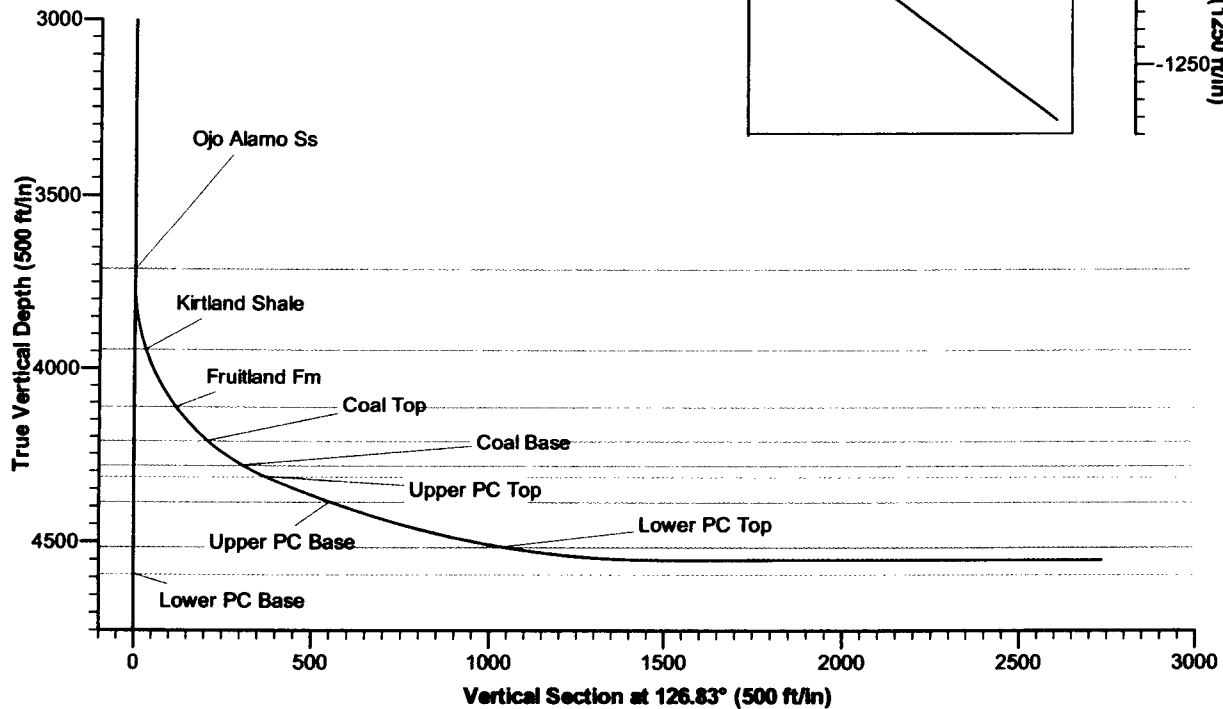
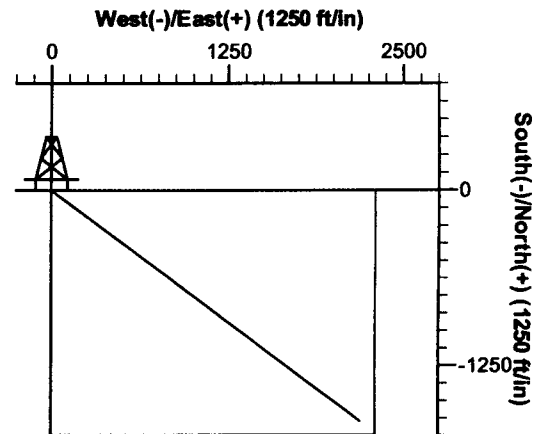
Project: SJ BR; S21, T30N, R4W
Site: Cabresto Mesa
Well: San Juan 30-4 Unit #21-1
Wellbore: Main Lateral
Plan: Plan #1 (San Juan 30-4 Unit #21-1/Main Lateral)



PROJECT DETAILS: SJ BR; S21, T30N, R4W	
Geodetic System:	US State Plane 1983
Datum:	North American Datum 1983
Ellipsoid:	GRS 1980
Zone:	New Mexico Western Zone
System Datum:	Mean Sea Level

SURFACE LOCATION	
Easting:	2891213.24
Northing:	2109747.12

SECTION DETAILS										
Sec	MD	Inc	Azi	TVD	+N/-S	+E/-W	DLeg	TFace	VSec	Target
1	0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.0	
2	3750.0	0.00	0.00	3750.0	0.0	0.0	0.00	0.00	0.0	
3	4479.6	68.00	126.83	4320.0	-230.5	307.7	9.32	126.83	384.5	
4	4559.7	68.00	126.83	4350.0	-275.0	367.2	0.00	0.00	458.7	
5	5614.3	90.00	126.83	4550.0	-891.8	1190.7	2.09	0.00	1487.6	
6	6862.3	90.00	126.83	4550.0	-1639.9	2189.6	0.00	0.00	2735.6	



ENERGEN RESOURCES CORPORATION

SAN JUAN 30-4 UNIT #21-1
2400' FSL & 2300' FEL
LOCATED IN THE NW/4 SE/4 OF
SECTION 21, T30N, R4W, N.M.P.M.,
RIO ARriba COUNTY, NEW MEXICO
GROUND ELEVATION: 7609', NAVD 88



FROM BLOOMFIELD, NM, TRAVEL EAST ON HIGHWAY 64 TO
FOREST ROAD 310.
TURN LEFT AND TRAVEL 4.4 MILES TO FOREST ROAD 311.
TURN LEFT AND TRAVEL .9 MILES TO EXISTING WELL LOCATION
ON LEFT HAND SIDE OF ROAD.

U.S.G.S. QUAD: ESPINOSA RANCH, NM
SCALE: 1" = 2000' (1:24,000)
JOB No.: ERG121
DATE: 11/22/06; REV1



Russell Surveying
1409 W. Aztec Blvd. #5
Aztec, New Mexico 87410
(505) 334-8637



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

April 23, 2007

Mr. David M. Poage
Energen Resources
2198 Bloomfield Hwy
Farmington, NM 87401

**Re: San Juan 30-4 Well No. 21-1
J-21-30N-4W
Rio Arriba County**

*Holding for
notice per 5/2 TC
not Mr. Poage*

Dear Mr. Poage:

I have before me your application for approval of a non-standard location for this well.

Your letter states that Energen is the owner of all offsetting spacing units. Because Rule 1210 requires notice to working interest owners if the applicant is operator of an offsetting unit but not 100% owner, I need you to confirm, if such is the case, that Energen is owner of 100% of the working interest in the Pictured Cliffs in the offsetting spacing units to the east and to the west.

Should you have questions, please feel free to call the undersigned at (505)-476-3450.

Very truly yours,

David K. Brooks,
Assistant General Counsel
david.brooks@state.nm.us

May 3, 2007

Certified Mail
7005 1820 0002 8596 7057

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

Attention: Mr. David Brooks
Assistant General Counsel

RE: Administrative Approval of Unorthodox Locations
San Juan 30-4 #21-1 Well and
San Juan 30-4 # 48 Well
Section 17, T30N, R4W and
Section 21, T30N, R4W
Rio Arriba County, New Mexico

2007 MAY 4 AM 11 37

Dear Mr. Brooks:

Energen Resources Corporation (Energen) has previously requested Administrative Approval for an Unorthodox Location on each of its San Juan 30-4 #21-1 and # 48 Pictured Cliffs formation wells under the provisions of New Mexico Oil Conservation Division, East Blanco Pictured Cliffs Pool rules.

In requesting these applications an error was made in contacting the offset working interest owners. This has been corrected. Letters advising of these applications and requesting waivers are being sent today. For your use I am enclosing copies of the letters with this letter.

Your inclusion of these letters with our applications is appreciated.

Sincerely,



David M. Poage
District Landman



R E S O U R C E S

May 3, 2007

CERTIFIED MAIL
7005 1820 0002 8596 6937

JABCO, LLP
Attn: Debra Coughlin
c/o Nations bank of Texas, N.A.
P.O. Box 2546
Fort Worth, TX 76113-2546

RE: Administrative Approval of Unorthodox Location
San Juan 30-4 Unit # 21-1
2400' FSL, 2300' FEL, Bottom Hole Location
Section 21- T30N, R4W
Rio Arriba County., New Mexico

Dear Interest Owner:

Energen Resources Corporation has filed with the New Mexico Oil Conservation Division (NMOCD), an application for the Administrative Approval of an unorthodox location for its San Juan 30-4 Unit # 21-1 well. A copy of the application has been attached for your review.

If you have no objection to this unorthodox location, please sign the three copies of the attached waiver and within twenty (20) days of the receipt of this letter, return one (1) executed copy to the NMOCD at 1220 South Francis Drive, Santa Fe, New Mexico 87505, one (1) copy to our office and retain one (1) copy for your files.

Your cooperation in this matter is appreciated.

Sincerely,

David M. Poage
District Landman

WAIVER

_____ hereby waives objection to the above referenced Application for Unorthodox Location for Energen Resources Corporation's San Juan 30-4 Unit # 21-1 well.

Date:_____ By:_____

cc: OCD-Aztec office, BLM-Farmington office, Offset operators

2007 MAY 11 11:37 AM

May 3, 2007

CERTIFIED MAIL
7005 1820 0002 8596 6944

Providence Minerals
ATTN: Karen Herbst
14860 Montfort Drive, Suite 209
Dallas, TX 75240

RE: Administrative Approval of Unorthodox Location
San Juan 30-4 Unit # 21-1
2400' FSL, 2300' FEL, Bottom Hole Location
Section 21- T30N, R4W
Rio Arriba County., New Mexico

Dear Interest Owner:

Energien Resources Corporation has filed with the New Mexico Oil Conservation Division (NMOCD), an application for the Administrative Approval of an unorthodox location for its San Juan 30-4 Unit # 21-1 well. A copy of the application has been attached for your review.

If you have no objection to this unorthodox location, please sign the three copies of the attached waiver and within twenty (20) days of the receipt of this letter, return one (1) executed copy to the NMOCD at 1220 South Francis Drive, Santa Fe, New Mexico 87505, one (1) copy to our office and retain one (1) copy for your files.

Your cooperation in this matter is appreciated.

Sincerely,


David M. Poage
District Landman

WAIVER

_____ hereby waives objection to the above referenced Application for Unorthodox Location for Energien Resources Corporation's San Juan 30-4 Unit # 21-1 well.

Date:_____ By:_____
cc: OCD-Aztec office, BLM-Farmington office, Offset operators



May 3, 2007

CERTIFIED MAIL
7005 1820 0002 8596 6951

J&M Raymond, Ltd.
TAMACAM, LLC
Charles W. Gay
Lorrayn Gay Hacker
P.O. Box 291445
Kerrville, TX 78029-1445

RE: Administrative Approval of Unorthodox Location
San Juan 30-4 Unit # 21-1
2400' FSL, 2300' FEL, Bottom Hole Location
Section 21- T30N, R4W
Rio Arriba County., New Mexico

Dear Interest Owner:

Energien Resources Corporation has filed with the New Mexico Oil Conservation Division (NMOCD), an application for the Administrative Approval of an unorthodox location for its San Juan 30-4 Unit # 21-1 well. A copy of the application has been attached for your review.

If you have no objection to this unorthodox location, please sign the three copies of the attached waiver and within twenty (20) days of the receipt of this letter, return one (1) executed copy to the NMOCD at 1220 South Francis Drive, Santa Fe, New Mexico 87505, one (1) copy to our office and retain one (1) copy for your files.

Your cooperation in this matter is appreciated.

Sincerely,

David M. Poage
District Landman

WAIVER

_____ hereby waives objection to the above referenced Application for Unorthodox Location for Energien Resources Corporation's San Juan 30-4 Unit # 21-1 well.

Date: _____ By: _____
cc: OCD-Aztec office, BLM-Farmington office, Offset operators



May 3, 2007

CERTIFIED MAIL
7005 1820 0002 8596 6968

MAR Oil & Gas
ATTN: Mr. Leon Romero
P.O. Box 5155
Santa Fe, NM 87502

RE: Administrative Approval of Unorthodox Location
San Juan 30-4 Unit # 21-1
2400' FSL, 2300' FEL, Bottom Hole Location
Section 21- T30N, R4W
Rio Arriba County., New Mexico

Dear Interest Owner:

Energen Resources Corporation has filed with the New Mexico Oil Conservation Division (NMOCD), an application for the Administrative Approval of an unorthodox location for its San Juan 30-4 Unit # 21-1 well. A copy of the application has been attached for your review.

If you have no objection to this unorthodox location, please sign the three copies of the attached waiver and within twenty (20) days of the receipt of this letter, return one (1) executed copy to the NMOCD at 1220 South Francis Drive, Santa Fe, New Mexico 87505, one (1) copy to our office and retain one (1) copy for your files.

Your cooperation in this matter is appreciated.

Sincerely,

David M. Poage
District Landman

WAIVER

_____ hereby waives objection to the above referenced Application for Unorthodox Location for Energen Resources Corporation's San Juan 30-4 Unit # 21-1 well.

Date:_____ By:_____
cc: OCD-Aztec office, BLM-Farmington office, Offset operators

May 3, 2007

CERTIFIED MAIL
7005 1820 0002 8596 6975

ConocoPhillips Company
Attn: Cherylene Charley
P.O. Box 4289
Farmington, NM 87499-4289

RE: Administrative Approval of Unorthodox Location
San Juan 30-4 Unit # 21-1
2400' FSL, 2300' FEL, Bottom Hole Location
Section 21- T30N, R4W
Rio Arriba County., New Mexico

Dear Interest Owner:

Energen Resources Corporation has filed with the New Mexico Oil Conservation Division (NMOCD), an application for the Administrative Approval of an unorthodox location for its San Juan 30-4 Unit # 21-1 well. A copy of the application has been attached for your review.

If you have no objection to this unorthodox location, please sign the three copies of the attached waiver and within twenty (20) days of the receipt of this letter, return one (1) executed copy to the NMOCD at 1220 South Francis Drive, Santa Fe, New Mexico 87505, one (1) copy to our office and retain one (1) copy for your files.

Your cooperation in this matter is appreciated.

Sincerely,



David M. Poage
District Landman

WAIVER

_____ hereby waives objection to the above referenced Application for Unorthodox Location for Energen Resources Corporation's San Juan 30-4 Unit # 21-1 well.

Date:_____ By:_____

cc: OCD-Aztec office, BLM-Farmington office, Offset operators

May 3, 2007

CERTIFIED MAIL
7005 1820 0002 8596 6982

Ruth Zimmerman ✓
c/o Ms. Hazel Hart
842 Muirlands Vista Way
La Jolla, CA 92037

RE: Administrative Approval of Unorthodox Location
San Juan 30-4 Unit # 21-1
2400' FSL, 2300' FEL, Bottom Hole Location
Section 21- T30N, R4W
Rio Arriba County., New Mexico

Dear Interest Owner:

Energen Resources Corporation has filed with the New Mexico Oil Conservation Division (NMOCD), an application for the Administrative Approval of an unorthodox location for its San Juan 30-4 Unit # 21-1 well. A copy of the application has been attached for your review.

If you have no objection to this unorthodox location, please sign the three copies of the attached waiver and within twenty (20) days of the receipt of this letter, return one (1) executed copy to the NMOCD at 1220 South Francis Drive, Santa Fe, New Mexico 87505, one (1) copy to our office and retain one (1) copy for your files.

Your cooperation in this matter is appreciated.

Sincerely,



David M. Poage
District Landman

WAIVER

_____ hereby waives objection to the above referenced Application for Unorthodox Location for Energen Resources Corporation's San Juan 30-4 Unit # 21-1 well.

Date:_____ By:_____

cc: OCD-Aztec office, BLM-Farmington office, Offset operators

May 3, 2007

CERTIFIED MAIL
7005 1820 0002 8596 6999

Dugan Production Corporation
P.O. Box 420
Farmington, NM 87499

RE: Administrative Approval of Unorthodox Location
San Juan 30-4 Unit # 21-1
2400' FSL, 2300' FEL, Bottom Hole Location
Section 21- T30N, R4W
Rio Arriba County., New Mexico

Dear Interest Owner:

Energen Resources Corporation has filed with the New Mexico Oil Conservation Division (NMOCD), an application for the Administrative Approval of an unorthodox location for its San Juan 30-4 Unit # 21-1 well. A copy of the application has been attached for your review.

If you have no objection to this unorthodox location, please sign the three copies of the attached waiver and within twenty (20) days of the receipt of this letter, return one (1) executed copy to the NMOCD at 1220 South Francis Drive, Santa Fe, New Mexico 87505, one (1) copy to our office and retain one (1) copy for your files.

Your cooperation in this matter is appreciated.

Sincerely,



David M. Poage
District Landman

WAIVER

_____ hereby waives objection to the above referenced Application for Unorthodox Location for Energen Resources Corporation's San Juan 30-4 Unit # 21-1 well.

Date:_____ By:_____
cc: OCD-Aztec office, BLM-Farmington office, Offset operators

May 3, 2007

CERTIFIED MAIL
7005 1820 0002 8596 7002

Navatex Energy, LP ✓
Zia Data Search Corporation
Oil & Gas Accounting Services
P.O. Drawer 2188
Roswell, NM 88202

RE: Administrative Approval of Unorthodox Location
San Juan 30-4 Unit # 21-1
2400' FSL, 2300' FEL, Bottom Hole Location
Section 21- T30N, R4W
Rio Arriba County., New Mexico

Dear Interest Owner:

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Your cooperation in this matter is appreciated.

Sincerely,



David M. Poage
District Landman

WAIVER

_____ hereby waives objection to the above referenced Application for Unorthodox Location for Energien Resources Corporation's San Juan 30-4 Unit # 21-1 well.

Date: _____ By: _____
cc: OCD-Aztec office, BLM-Farmington office, Offset operators

May 3, 2007

CERTIFIED MAIL
7005 1820 0002 8596 7019

Rio Aribagas ✓
c/o Eddye Dreyer Management Co., as Agent
4925 Greenville Avenue, Suite 900
Dallas, TX 75206

RE: Administrative Approval of Unorthodox Location
San Juan 30-4 Unit # 21-1
2400' FSL, 2300' FEL, Bottom Hole Location
Section 21- T30N, R4W
Rio Arriba County., New Mexico

Dear Interest Owner:

Energen Resources Corporation has filed with the New Mexico Oil Conservation Division (NMOCD), an application for the Administrative Approval of an unorthodox location for its San Juan 30-4 Unit # 21-1 well. A copy of the application has been attached for your review.

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Your cooperation in this matter is appreciated.

Sincerely,



David M. Poage
District Landman

WAIVER

_____ hereby waives objection to the above referenced Application for Unorthodox Location for Energen Resources Corporation's San Juan 30-4 Unit # 21-1 well.

Date: _____ By: _____
cc: OCD-Aztec office, BLM-Farmington office, Offset operators

May 3, 2007

CERTIFIED MAIL
7005 1820 0002 8596 7026

Thomas P. Tinnin ✓
2303 Candelaria Road, NW
Albuquerque, NM 87107

RE: Administrative Approval of Unorthodox Location
San Juan 30-4 Unit # 21-1
2400' FSL, 2300' FEL, Bottom Hole Location
Section 21- T30N, R4W
Rio Arriba County., New Mexico

Dear Interest Owner:

Energen Resources Corporation has filed with the New Mexico Oil Conservation Division (NMOCD), an application for the Administrative Approval of an unorthodox location for its San Juan 30-4 Unit # 21-1 well. A copy of the application has been attached for your review.

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Sincerely,



David M. Poage
District Landman

WAIVER

_____ hereby waives objection to the above referenced Application for Unorthodox Location for Energen Resources Corporation's San Juan 30-4 Unit # 21-1 well.

Date: _____ By: _____
cc: OCD-Aztec office, BLM-Farmington office, Offset operators



May 3, 2007

CERTIFIED MAIL
7005 1820 0002 8596 7033

Tinnin Law Firm, a Professional Corporation
500 Marquette, NW, Suite 1300
Albuquerque, NM 87102

RE: Administrative Approval of Unorthodox Location
San Juan 30-4 Unit # 21-1
2400' FSL, 2300' FEL, Bottom Hole Location
Section 21- T30N, R4W
Rio Arriba County., New Mexico

Dear Interest Owner:

Energen Resources Corporation has filed with the New Mexico Oil Conservation Division (NMOCD), an application for the Administrative Approval of an unorthodox location for its San Juan 30-4 Unit # 21-1 well. A copy of the application has been attached for your review.

If you have no objection to this unorthodox location, please sign the three copies of the attached waiver and within twenty (20) days of the receipt of this letter, return one (1) executed copy to the NMOCD at 1220 South Francis Drive, Santa Fe, New Mexico 87505, one (1) copy to our office and retain one (1) copy for your files.

Your cooperation in this matter is appreciated.

Sincerely,


David M. Poage
District Landman

WAIVER

_____ hereby waives objection to the above referenced Application for Unorthodox Location for Energen Resources Corporation's San Juan 30-4 Unit # 21-1 well.

Date:_____ By:_____
cc: OCD-Aztec office, BLM-Farmington office, Offset operators

May 3, 2007

CERTIFIED MAIL
7005 1820 0002 8596 7040

T.H. McElvain Oil & Gas
Attn: Rick Harris
1050 17th Street, Suite 1800
Denver, CO 80265

RE: Administrative Approval of Unorthodox Location
San Juan 30-4 Unit # 21-1
2400' FSL, 2300' FEL, Bottom Hole Location
Section 21- T30N, R4W
Rio Arriba County., New Mexico

Dear Interest Owner:

Energien Resources Corporation has filed with the New Mexico Oil Conservation Division (NMOCD), an application for the Administrative Approval of an unorthodox location for its San Juan 30-4 Unit # 21-1 well. A copy of the application has been attached for your review.

If you have no objection to this unorthodox location, please sign the three copies of the attached waiver and within twenty (20) days of the receipt of this letter, return one (1) executed copy to the NMOCD at 1220 South Francis Drive, Santa Fe, New Mexico 87505, one (1) copy to our office and retain one (1) copy for your files.

Your cooperation in this matter is appreciated.

Sincerely,



David M. Poage
District Landman

WAIVER

_____ hereby waives objection to the above referenced Application for Unorthodox Location for Energien Resources Corporation's San Juan 30-4 Unit # 21-1 well.

Date: _____ By: _____
cc: OCD-Aztec office, BLM-Farmington office, Offset operators



May 3, 2007

CERTIFIED MAIL

7005 1820 0002 8596 7002

2007 MAY 11 PM 12 12

Navatex Energy, LP
Zia Data Search Corporation
Oil & Gas Accounting Services
P.O. Drawer 2188
Roswell, NM 88202

RE: Administrative Approval of Unorthodox Location
San Juan 30-4 Unit # 21-1
2400' FSL, 2300' FEL, Bottom Hole Location
Section 21- T30N, R4W
Rio Arriba County., New Mexico

Dear Interest Owner:

Energen Resources Corporation has filed with the New Mexico Oil Conservation Division (NMOCD), an application for the Administrative Approval of an unorthodox location for its San Juan 30-4 Unit # 21-1 well. A copy of the application has been attached for your review.

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Your cooperation in this matter is appreciated.

Sincerely,

David M. Poage
District Landman

WAIVER

Navatex Energy L.P. hereby waives objection to the above referenced Application for Unorthodox Location for Energen Resources Corporation's San Juan 30-4 Unit # 21-1 well.

Date: 5/8/07 By: Agent J. B. [Signature]
cc: OCD-Aztec office, BLM-Farmington office, Offset operators



May 3, 2007

CERTIFIED MAIL

7005 1820 0002 8596 6999

2007 MAY 11 PM 12 13

Dugan Production Corporation
P.O. Box 420
Farmington, NM 87499

RE: Administrative Approval of Unorthodox Location
San Juan 30-4 Unit # 21-1
2400' FSL, 2300' FEL, Bottom Hole Location
Section 21- T30N, R4W
Rio Arriba County., New Mexico

Dear Interest Owner:

Energen Resources Corporation has filed with the New Mexico Oil Conservation Division (NMOCD), an application for the Administrative Approval of an unorthodox location for its San Juan 30-4 Unit # 21-1 well. A copy of the application has been attached for your review.

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Your cooperation in this matter is appreciated.

Sincerely,

David M. Poage
District Landman

WAIVER

hereby waives objection to the above referenced Application for Unorthodox Location for Energen Resources Corporation's San Juan 30-4 Unit # 21-1 well.

~~Skip Fraker~~

~~Land Manager~~

Date: 5-8-07 By: _____

cc: OCD-Aztec office, BLM-Farmington office, Offset operators
~~Dugan Production Corp.~~

May 3, 2007

CERTIFIED MAIL
7005 1820 0002 8596 7026

Thomas P. Tinnin
2303 Candelaria Road, NW
Albuquerque, NM 87107

RE: Administrative Approval of Unorthodox Location
San Juan 30-4 Unit # 21-1
2400' FSL, 2300' FEL, Bottom Hole Location
Section 21- T30N, R4W
Rio Arriba County., New Mexico

Dear Interest Owner:

Energen Resources Corporation has filed with the New Mexico Oil Conservation Division (NMOCD), an application for the Administrative Approval of an unorthodox location for its San Juan 30-4 Unit # 21-1 well. A copy of the application has been attached for your review.

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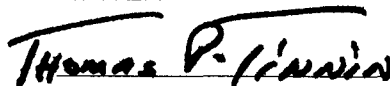
Your cooperation in this matter is appreciated.

Sincerely,



David M. Poage
District Landman

WAIVER

 hereby waives objection to the above referenced Application for Unorthodox Location for Energen Resources Corporation's San Juan 30-4 Unit # 21-1 well.

Date: 5/7/07 By: 
cc: OCD-Aztec office, BLM-Farmington office, Offset operators

May 3, 2007

CERTIFIED MAIL
7005 1820 0002 8596 6982

Ruth Zimmerman
c/o Ms. Hazel Hart
842 Muirlands Vista Way
La Jolla, CA 92037

RE: Administrative Approval of Unorthodox Location
San Juan 30-4 Unit # 21-1
2400' FSL, 2300' FEL, Bottom Hole Location
Section 21- T30N, R4W
Rio Arriba County., New Mexico

Dear Interest Owner:

Energen Resources Corporation has filed with the New Mexico Oil Conservation Division (NMOCD), an application for the Administrative Approval of an unorthodox location for its San Juan 30-4 Unit # 21-1 well. A copy of the application has been attached for your review.

If you have no objection to this unorthodox location, please sign the three copies of the attached waiver and within twenty (20) days of the receipt of this letter, return one (1) executed copy to the NMOCD at 1220 South Francis Drive, Santa Fe, New Mexico 87505, one (1) copy to our office and retain one (1) copy for your files.

Your cooperation in this matter is appreciated.

Sincerely,



David M. Poage
District Landman

WAIVER

Ruth Zimmerman Trust hereby waives objection to the above referenced Application for Unorthodox Location for Energen Resources Corporation's San Juan 30-4 Unit # 21-1 well.

Date: 5/9/07 By: Hazel Z. Hart, Trustee
cc: OCD-Aztec office, BLM-Farmington office, Offset operators

May 3, 2007

CERTIFIED MAIL
7005 1820 0002 8596 6944

Providence Minerals
ATTN: Karen Herbst
14860 Montfort Drive, Suite 209
Dallas, TX 75240

RE: Administrative Approval of Unorthodox Location
San Juan 30-4 Unit # 21-1
2400' FSL, 2300' FEL, Bottom Hole Location
Section 21- T30N, R4W
Rio Arriba County., New Mexico

Dear Interest Owner:

Energen Resources Corporation has filed with the New Mexico Oil Conservation Division (NMOCD), an application for the Administrative Approval of an unorthodox location for its San Juan 30-4 Unit # 21-1 well. A copy of the application has been attached for your review.

If you have no objection to this unorthodox location, please sign the three copies of the attached waiver and within twenty (20) days of the receipt of this letter, return one (1) executed copy to the NMOCD at 1220 South Francis Drive, Santa Fe, New Mexico 87505, one (1) copy to our office and retain one (1) copy for your files.

Your cooperation in this matter is appreciated.

Sincerely,



David M. Poage
District Landman

WAIVER

Providence Minerals hereby waives objection to the above referenced Application for Unorthodox Location for Energen Resources Corporation's San Juan 30-4 Unit # 21-1 well.

Date: 5/10/07 By: Mike [Signature]
cc: OCD-Aztec office, BLM-Farmington office, Offset operators

Rio Aribagas, Ltd.
4925 Greenville Ave., Suite 900
Dallas, TX 75206

May 15, 2007

Energen Resources Corporation
Land Department
2198 Bloomfield Highway
Farmington, NM 87401

Attn: David Poage
District Landman

2007 MAY 18 PM 1 08

Re: Unorthodox Location
San Juan 30-4
Unit 21-1
2400' FSL, 2300' FEL-
Bottom Hole Location
Section 21-T30N-R4W
Rio Arriba County, NM

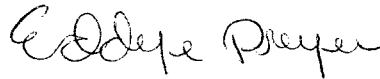
Dear Mr. Poage:

Enclosed please find the executed waiver on the referenced property.

If you have any questions, please call Eddye Dreyer at 214-265-7101.

Sincerely,

Rio Aribagas, Ltd.



Eddye Dreyer
Agent

Enclosure



May 3, 2007

CERTIFIED MAIL
7005 1820 0002 8596 7019

Rio Arribas
c/o Eddye Dreyer Management Co., as Agent
4925 Greenville Avenue, Suite 900
Dallas, TX 75206

RE: Administrative Approval of Unorthodox Location
San Juan 30-4 Unit # 21-1
2400' FSL, 2300' FEL, Bottom Hole Location
Section 21- T30N, R4W
Rio Arriba County., New Mexico

Dear Interest Owner:

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Your cooperation in this matter is appreciated.

Sincerely,

David M. Poage
District Landman

WAIVER

Rio Arribas Ltd hereby waives objection to the above referenced Application for Unorthodox Location for Energen Resources Corporation's San Juan 30-4 Unit # 21-1 well.

Date: 5/15/07 By: Eddye Dreyer Agent
cc: OCD-Aztec office, BLM-Farmington office, Offset operators