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1011242356

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| DATE IN 4-22-10 | SUSPENSE | ENGINEER DB. | LOGGED 4-22-10 | TYPE NSL |
|-----------------|----------|--------------|----------------|----------|

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
- Engineering Bureau -

Energizer
Jicarilla 96 # 1C

Jicarilla 96 #1C Well

ADMINISTRATIVE APPLICATION COVERSHEET

6702

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 4/13/10
 Print or Type Name Signature Title Date

April 20, 2010

RECEIVED OCD

2010 APR 22 A 11: 16

New Mexico Oil Conservation Division
Attn: Mr. David Brooks
1220 South St. Francis Drive.
Santa Fe, NM 87505

RE: Administrative Approval of Unorthodox Location
Jicarilla 96 # 1C Well
Surface Location: 2200' FSL, 1870' FEL (Unit J)
Section 11, T26N, R3W (SE/4)
Rio Arriba County, New Mexico

Dear Mr. Brooks:

Energen Resources Corporation (Energen) hereby requests Administrative Approval for an Unorthodox Location of its Jicarilla 96 # 1C well as it pertains to a recent pay add of the Tapacito Pictured Cliffs formation.

This well is located 2,200' FSL & 1,870' FEL of Section 11-T26N-R3W, Rio Arriba County, New Mexico and is dedicated to a spacing unit consisting of the SE/4 of Section 11, in the Tapacito Pictured Cliffs pool. The Jicarilla 96 # 1C was originally approved as a standard SE/4 160.00/320.00 acre spacing unit and completed as a Gallup-Dakota/Mesaverde well in January of 2002.

The Jicarilla 96 # 1C as situated is in accordance with set-back rules for the Blanco Mesaverde pool as originally permitted. The Tapacito Pictured Cliffs pool rules call for a 660' set-back. The above referenced pay-add creates an unorthodox location relative to the Tapacito Pictured Cliffs pool.

This application does not have any affected owners as Energen Resources is the offset affected party therefore no additional notice is required. A plat depicting Energen as the lease holder and owner of All of Section 11-26N-3W is attached.

Attached is a well location plat showing dedicated acreage (C102) as originally drilled in 2001.

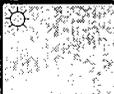
Please advise if any additional information is required. Your favorable consideration of this request would be appreciated.

Sincerely,



David M. Poage
District Landman

Energen Resources Corporation
Jicarilla 96 # 1C: SE/4 160.00 Acres
Offset Operator / Owner Plat
Surface to Base of the Dakota
Section 11, Township 26 North, Range 3 West

| | | |
|----------------------|---|--|
| Energen 160.00 Acres | Energen 160.00 Acres | |
| | | |
| Energen 160.00 Acres |  | |
| | | |

Lease Owner Energen Resources
Jicarilla Apache Tribe # 96
amongst other lands lease covers the
entire 640.00 Acres of TWP 26N, RNG
3W SEC.11 from the surface to the base of
the Dakota

District I
PO Box 1980, Hobbs, NM 88241-1980

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised February 21, 1994

District II
PO Drawer DD, Artesia, NM 88211-0719

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

OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504-2088

District III
1000 Rio Brazos Rd., Aztec, NM 87410

District IV
PO Box 2088, Santa Fe, NM 87504-2088

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | | | | |
|-------------------------------------|--|--|--|--|--|
| 1 API Number 30-039-26585 | | 2 Pool Code 72319/77360/ | | 3 Pool Name Blanco Mesaverde/Gavilan Pictured Cliffs/WC:26N3W11J:Gallup (G) | |
| 4 Property Code | | 5 Property Name JICARILLA 96 | | 6 Well Number 1C | |
| 7 OGRID No. 162928 | | 8 Operator Name ENERGEN RESOURCES CORPORATION | | 9 Elevation 7108' | |

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 | 11 | 26N | 3W | | 2200 | SOUTH | 1870 | EAST | RIO ARRIBA |

11 Bottom Hole Location If Different From Surface

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| | | | | | | | | | |

| | | | |
|-------------------------------|--------------------|-----------------------|--------------|
| 12 Dedicated Acres 160/320 | 13 Joint or Infill | 14 Consolidation Code | 15 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

17 OPERATOR CERTIFICATION

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

[Signature]
Signature
Gary Brink
Printed Name
Production Superintendent
Title
10/20/00
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.

JULY 13, 2000
Date of Survey
Signature and Seal of Registered Surveyor
[Signature]
Certificate 6857



New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Jon Goldstein
Cabinet Secretary

Jim Noel
Deputy Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



April 27, 2010

Mr. David M. Poage
Energen Resources Corporation
2010 Afton Place
Farmington, NM 87401

**Re: Jicarilla 96 Well #1C
API No. 30-039-26585
Unit J, Section 11-26N-3W
Rio Arriba County, New Mexico
NSL Application**

Dear Mr. Poage:

I have received the attached application for approval of an NSL for this well in the Pictured Cliffs.

Your application specifies the Tapacito Pictured Cliffs. However, it seems that this location is clearly in the Gavilan Pictured Cliffs, and not the Tapacito Pictured Cliffs. This does not really matter, as spacing is the same, but I thought I might be missing something, and accordingly am sending this inquiry to you, and copying Steve Hayden in our Aztec office, so I can be corrected if that is the case.

Sincerely

David K. Brooks
Legal Examiner
505-476-3450

ec
Steve Hayden
OCD Aztec



Brooks, David K., EMNRD

From: Hayden, Steven, EMNRD
Sent: Tuesday, April 27, 2010 11:38 AM
To: Brooks, David K., EMNRD
Subject: RE: Energen - Jicarilla 96 #1C; NSL Application

It is in the Gavilan PC.

Steve Hayden

District Geologist 505 334 6178-Office
NM OCD District 3 505 334 6170-Fax
1000 Rio Brazos Rd.
Aztec, NM 87410

From: Brooks, David K., EMNRD
Sent: Tuesday, April 27, 2010 10:47 AM
To: Hayden, Steven, EMNRD
Subject: Energen - Jicarilla 96 #1C; NSL Application

Steve

Please look at the attached letter and tell me if I am right or wrong.

David

Brooks, David K., EMNRD

From: David Poage [David.Poage@energen.com]
Sent: Tuesday, May 18, 2010 10:57 AM
To: Brooks, David K., EMNRD
Subject: NSL-Jicarilla 96 # 1C

David, Energen filed an application for an NSL for the Jicarilla 96 # 1C well on April 22, 2010. This application contained an error in that it referred to an unorthodox location in the Tapacito Pictured Cliffs pool . This well is not in the Tapacito PC pool but in the Gavilan Pictured Cliffs pool. Please change the application to read the Gavilan Pictured Cliffs pool.

If there is anything else needed to approve this application please contact the undersigned.

Thank you for your assistance in this matter.

David M. Poage
District Landman
Energen Resources Corp.
2010 Afton Place
Farmington, NM 87401
505-324-4133