

IN REPLY REFER TO: NMSF 079090 3162.3-1 (07100)

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office 1235 La Plata Highway, Suite A Farmington, New Mexico 87401

30-039-26907

February 6, 2004

Energen Resources Corporation Attn.: Don Graham 2198 Bloomfield Highway Farmington, NM 87401

Dear Mr. Graham:

Reference is made to your Application for Permit to Drill (APD) the No. 20 San Juan 32-5 Unit well, located 200' FSL and 455' FEL, Section 22, T32N, R6W, Rio Arriba County, New Mexico. This APD was approved on June 24, 2002 with an expiration date of June 24, 2003. According to our records, no known activity has taken place at this location. In view of the foregoing, this office is rescinding the approval due to the expiration of this APD. In addition, we will require a letter confirming that no surface disturbing activities have been conducted at this well site. Any surface disturbance conducted must be rehabilitated in accordance with the standards and guidelines established by this office.

If you have any questions regarding the above contact Adrienne Garcia at (505) 599-6358

Sincerely,

Adrienne Garcia Petroleum Engineer,

Petroleum Management Team

cc: NMOCD

