

March 23, 2007

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

2007 MAR 28 AM 7 04

RE: **2007 PLAN OF DEVELOPMENT**  
**LINDRITH UNIT, I SEC. NO. 713**  
**RIO ARRIBA COUNTY, NEW MEXICO**

Gentlemen:

By letter dated February 2, 2006, the Plan of Development (POD) for the calendar year 2006 was filed by Energen Resources Corporation as Unit Operator. The following wells were plugged and abandoned:

WELL NAME	FORMATION	DESCRIPTION	TYPE	COMPLETED
Lindrith Unit 50	Pictured Cliffs	NW/4 22-24N-3W	Plug and Abandon	11/7/2006
Lindrith Unit NP 62	Pictured Cliffs	NW/4 10-24N-3W	Plug and Abandon	10/17/2006

No further operations by Energen for the drilling/recompletion or abandonment of wells within the Lindrith Unit are anticipated to be conducted during 2007.

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 2007 POD for the Gallup and Dakota formations.

The Pictured Cliffs Participating Area had its thirteenth expansion. As of this date, there are 76 producing, four shut-in and 18 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) 325-6800 if there are any questions regarding this letter.

Sincerely,



David M. Poage  
District Landman

DP/mt

### LINDRITH UNIT 2007 PLAN OF DEVELOPMENT

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

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

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

DATE: 4-4-07

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

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