


November 10, 2004

New Mexico Oil Conservation Division
1000 Rio Brazos Road
Aztec, New Mexico 87410



McCroden A #3
Unit P, Section 8, T 25 N, R 3 W
Rio Arriba Co., New Mexico
East Blanco Pictured Cliffs (72400) & Blanco Mesaverde (72319)
Administrative Order R-11363, DHC 1428AZ
API # 30-039-22783

Dear Mr. Hayden:

 Energen Resources recently finished a pay add and down hole commingling operations on the subject well. In accordance with the approved Administrative Order, the supervisor of the Aztec District Office of the NMOCD shall determine the proper production allocation.

Prior to commingling operations, the Mesaverde was producing at a stabilized rate of 50 MCFD & 0 BOPD. The Pictured Cliffs was added in April 2004 and the well was returned to production on April 16, 2004. The well currently has a stabilized rate of 100 MCFD & 0 BOPD. The following allocation is recommended:

	<u>Gas</u>	<u>Oil</u>
Pictured Cliffs	50%	NA
Mesaverde	50%	NA

If additional information is needed, please contact me at 566-4680.

Sincerely Yours,

Charles J. Donahue
District Engineer