

October 4, 2013

RCVD OCT 16'13 OIL CONS. DIV. DIST. 3

New Mexico Oil Conservation Division Attn: Mr. Charlie Perrin 1000 Rio Brazos Road Aztec, NM 87410

Jicarilla 94 #1C Unit J, Section 22, T27N, R03W Rio Arriba County, New Mexico Blanco-Mesaverde (72319) & Gavilan P.C. (77360) DHC-3746 AZ API# 30-039-26853

Mr. Perrin:

in the

Energen Resources finished a pay add and down hole commingling operations on the subject well, in accordance with the approved Notice of Intent.

Prior to commingling operations, the Blanco-Mesaverde was producing at a stabilized rate of about 53 MCFPD and less than <sup>1</sup>/<sub>4</sub> BOPD. The Gavilan PC was added in March 2013. The well has stabilized at a rate of about 81 MCPD and about 3.5 BOPD. The following allocation is recommended (see attached production plot):

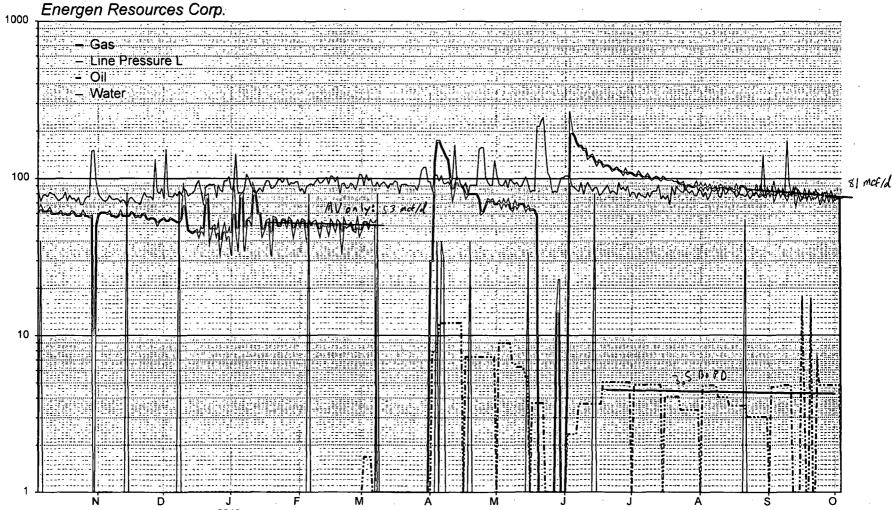
	<u>Gas</u>	<u>Oil</u>
Blanco-Mesaverde	65%	1%
Gavilan PC	35%	99%

If additional information is needed, please contact me at 505-325-6800.

Sincerely,

Adam Klem District Engineer

LEASE: JICARILLA 94 1C MV-PC



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