

October 4, 2013

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

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

Jicarilla 95 #4C Unit F, Section 26, T27N, R03W Rio Arriba County, New Mexico Blanco-Mesaverde (72319) & Gavilan P.C. (77360) DHC-3751 AZ API# 30-039-26914

Mr. Perrin:

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 91 MCFPD and less than 1/4 BOPD. The Gavilan PC was added in March 2013. The well has stabilized at a rate of about 276 MCPD and about 2/3 BOPD. The following allocation is recommended (see attached production plot):

	<u>Gas</u>	<u>Oil</u>
Blanco-Mesaverde	33%	5%
Gavilan PC	67%	95%

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

Sincerely,

Adam Klem

District Engineer

LEASE: JICARILLA 95 4C MV-PC

