

February 20, 2014

RCVD FEB 24 '14  
OIL CONS. DIV.  
DIST. 3

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

Jicarilla 95 #3C  
Unit E, Section 35, T27N, R03W  
Rio Arriba County, New Mexico  
Blanco-Mesaverde (72319), Gavilan P.C. (77360) & Basin Mancos (97232)  
DHC-3821 AZ  
API# 30-039-26548

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 and Basin Mancos were producing at a stabilized rate of about 110 MCFPD and less than 1/2 BOPD. The Gavilan PC was added in June 2013. The well has stabilized at a rate of about 220 MCPD and about 2 BOPD. The following allocation is recommended (see attached production plot):

	<u>Gas</u>	<u>Oil</u>
Blanco-Mesaverde	27.5%	12.5%
Gavilan PC	50%	75%
Basin Mancos	22.5%	12.5%

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

Sincerely,



Adam Klem  
District Engineer

LEASE: JICARILLA 95 3C GL-MV-PC

