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

February 20, 2014

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

> Jicarilla 95 #4B Unit N, Section 26, T27N, R03W Rio Arriba County, New Mexico Blanco-Mesaverde (72319) & Gavilan P.C. (77360) DHC-3802 AZ API# 30-039-26852

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 102 MCFPD and less than ¼ BOPD. The Gavilan PC was added in June 2013. The well has stabilized at a rate of about 207 MCPD and about 1 BOPD. The following allocation is recommended (see attached production plot):

	<u>Gas</u>	<u>Oil</u>
Blanco-Mesaverde	49%	25%
Gavilan PC	51%	75%

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

Sincerely,

Adam Klem
District Engineer

LEASE: JICARILLA 95 4B MV-PC

