

April 30, 2007

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



 Jicarilla 99 3R
Unit B, Section 13, T26N, R3W
Rio Arriba County, New Mexico
Gavilan Pictured Cliffs (77360) & Blanco Mesaverde (72319)
DHC 3069
API# 30-039-26352

Dear Mr. Hayden:

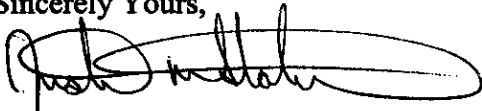
Energen Resources recently finished a pay add and down hole commingling operations on the subject well.

Prior to commingling operations, the Mesaverde was producing at a rate of about 38 MCFPD and about 0.02 BOPD. The Pictured Cliffs was added in January 20, 2003. The well increased by 4 MCFPD and about 0 BOPD. The following allocation is recommended (see attached production plot):

	<u>Gas</u>	<u>Oil</u>
Pictured Cliffs	10%	0%
Mesaverde	90%	100%

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

Sincerely Yours,



Justin M. Stolworthy
District Engineer

C wellfile, BLM FFO

Lease Name: JICARILLA 99
 County, State: RIO ARBA, NM
 Operator: ENERGEN RESOURCES CORPORATION
 Field: BLANCO
 Reservoir: MESAVERDE
 Location: 13 26N 3W E2 NW NE

JICARILLA 99 - BLANCO 3R MESAVERDE

