J. GREBORY MERRION PETROLEUM ENGINEER

P. D. BOX 507 FARMINGTON, NEW MEXICO 87401

April 27, 1978

Mr. A. R. Kendrick Oil Conservation Commission 1000 Rio Brazos Aztec, NM 87410

Dear Mr. Kendrick:

From initial tests on the commingled Jicarilla Contract 428 wells, the following percentages of production should be attributed to each zone:

Jicarilla 428-4: Section 32, T23N, R4W

Sandoval County, NM
Pictured Cliffs: 100%
Chacra: 0%

Jicarilla 428-5: Section 31, T23N, R4W

Sandoval County, NM
Pictured Cliffs: 0%
Chacra: 100%

We have re-fraced the Jicarilla 428-3 well in Section 29, T23N, R4W, Sandoval County, NM, and are still analyzing test results to be submitted to your office.

Yours truly,

MERRION & BAYLESS

Steven S. Dunn

Engineer

SSD/eh

APR 2 S 1978 OIL CON. COM. DIST. 3

Sax