



November 22, 2002

New Mexico Oil Conservation Division  
1000 Rio Brazos Road  
Aztec, New Mexico 87410

Jicarilla 123C #27  
Unit F, Section 6, T 25 N, R 4 W  
Rio Arriba Co., New Mexico  
Blanco Mesa Verde (72319) & W. Lindrith Gallup-Dakota (39189)  
Administrative Order R-11363, DHC ~~583AZ~~ 989AZ  
API # 30-039-22071

Dear Mr. Hayden:

Energen Resources recently finished a pay add and down hole commingling operations on the subject well. In accordance to the approved Administrative Order, the supervisor of the Aztec District Office of the NMOCD shall determine the proper production allocation.

Prior to commingling operations, the Gallup-Dakota produced at a stabilized rate of 77 MCFD & 1 BOPD. The Mesa Verde was added in February 2002 and the well returned to production in March. The well has stabilized at a rate of 140 MCFD & 2 BOPD. The following allocation is recommended:

	Gas	Oil
Mesa Verde	45%	50%
Gallup-Dakota	55%	50%

If additional information is needed, please contact me.

Sincerely Yours;

Gary W. Brink  
General Manager- San Juan