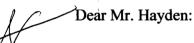


November 10, 2004

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

> McCroden A #4 Unit D, Section 9, T 25 N, R 3 W Rio Arriba Co., New Mexico Blanco Mesaverde (72319) & West Lindrith Gallup-Dakota (39189) Administrative Order R-11363, DHC 1380AZ API # 30-039-23492



Energen Resources recently finished a pay add and down hole commingling operations on the subject well. In accordance with 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 was producing at a stabilized rate of 16 MCFD & 7 BOPD. The Mesaverde was added in March 2004 and the well was returned to production on March 27, 2004. The well currently has a stabilized rate of 130 MCFD & 7 BOPD. The following allocation is recommended:

> Gas Oil Mesaverde 88% NA 12% 100% Gallup-Dakota

If additional information is needed, please contact me at 566-4680.

Sincerely Yours.

Charles J. Donahue District Engineer