

October 18, 2011

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



Jicarilla 152W #2M Unit J, Section 05, T26N, R05W Rio Arriba County, New Mexico Blanco-Mesaverde (72319), Basin Dakota (71599) & South Blanco P.C. (72439) Administrative Order R-13347 API# 30-039-26575

Mr. Perrin:

Energen Resources recently 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 and Basin Dakota were producing at a stabilized rate of about 80 MCFPD and about 0.5 BOPD. The South Blanco PC was added in June 2011. The well had stabilized at a rate of about 125 MCPD and about 0.5 BOPD. The following allocation is recommended (see attached production plot):

	<u>Gas</u>	<u>Oil</u>
Blanco-Mesaverde	10%	0%
Basin Dakota	54%	100%
South PC	36%	0%

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

Sincerely,

Martín Cabrera
District Engineer

Energen Resources Corporation, an Energen Company

LEASE: JICARILLA 152 W 2M DK-MV- PC

FIELD: DK/MV

