

February 19, 2014

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

RCVD FEB 24 '14  
OIL CONS. DIV.  
DIST. 3

Jicarilla 94 #1B  
Unit H, Section 22, T27N, R03W  
Rio Arriba County, New Mexico  
Blanco-Mesaverde (72319) & Gavilan P.C. (77360)  
DHC-3790 AZ  
API# 30-039-27438

WPH

Mr. Perrin:

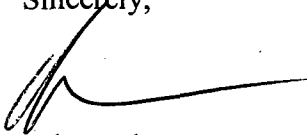
Energen Resources finished a pay add and down hole commingling operations on the subject well, in accordance with the approved Notice of Intent.

Prior to commingling operations, the Blanco-Mesaverde was producing at a stabilized rate of about 82 MCFPD and less than ¼ BOPD. The Gavilan PC was added in May 2013. The well has stabilized at a rate of about 220 MCPD and about 2 BOPD. The following allocation is recommended (see attached production plot):

	<u>Gas</u>	<u>Oil</u>
Blanco-Mesaverde	37%	10%
Gavilan PC	63%	90%

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

Sincerely,



Adam Klem  
District Engineer

LEASE: JICARILLA 94 1B MV-PC

Energen Resources Corp.

