

RCVD DEC 6 '12
OIL CONS. DIV.
DIST. 3

November 30, 2012

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

WLP
Jicarilla 107 #5
Unit F, Section 33, T26N, R04W
Rio Arriba County, New Mexico
Blanco-Mesaverde (72319), W. Lindrith Gallup Dakota (39189)
& South Blanco Pictured Cliffs (72439)
DHC-1829-A
API# 30-039-22053

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 and W. Lindrith Gallup Dakota were producing at a stabilized rate of about 85 MCFPD and about 0 BOPD. The South Blanco Pictured Cliffs was added in June 2012. The well has stabilized at a rate of about 140 MCPD and about 0 BOPD. The following allocation is recommended (see attached production plot):

	<u>Gas</u>	<u>Oil</u>
Blanco-Mesaverde	30%	33%
W. Lindrith Gallup Dakota	31%	67%
Gaylan PC <i>S. Blanco</i>	39%	0%

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

Sincerely,

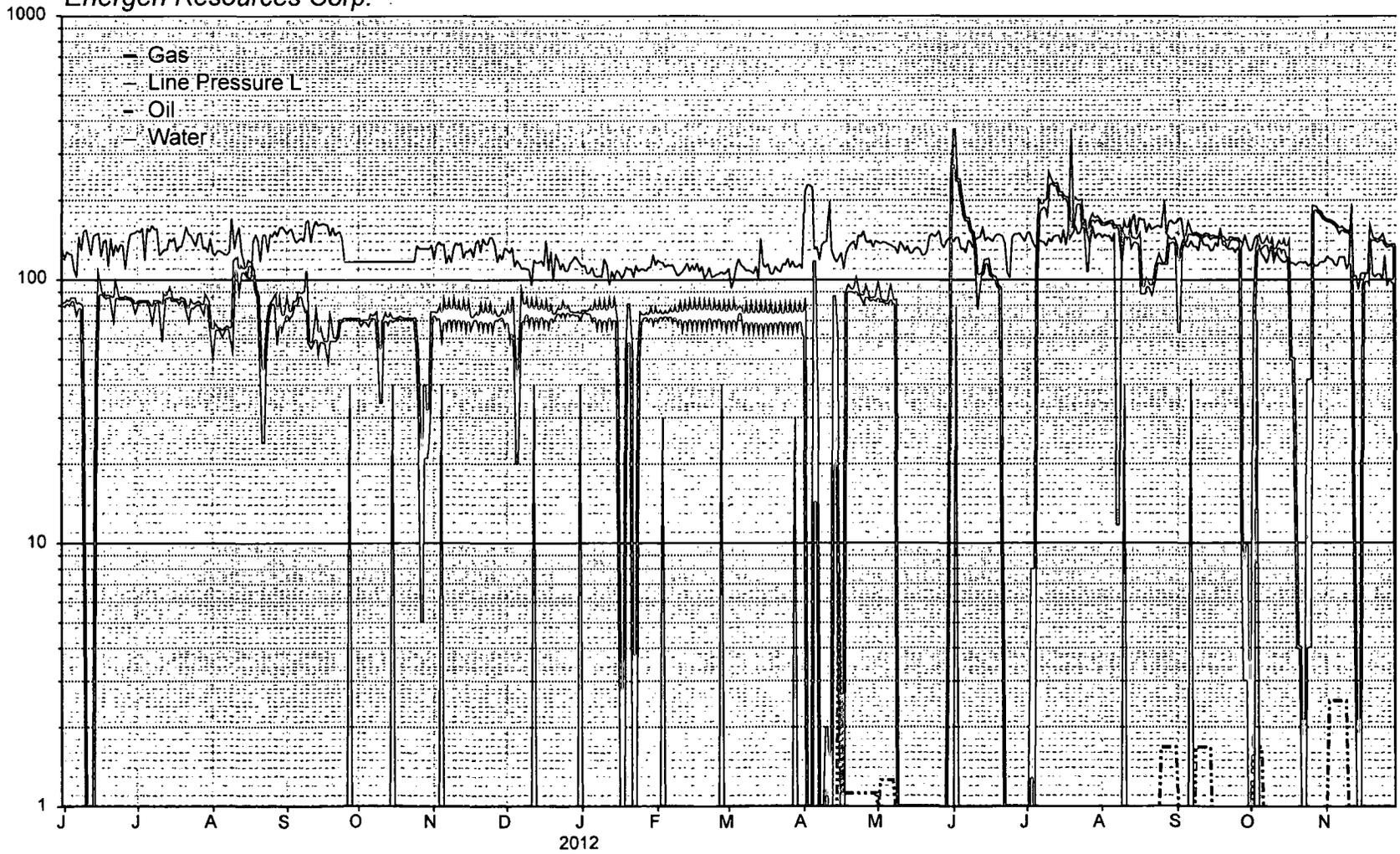


Adam Klem
District Engineer

WLP

LEASE: JICARILLA 107 5 DK/MV/PC

Energren Resources Corp.



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