

February 21, 2014

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

RCVD FEB 26 '14  
OIL CONS. DIV.  
DIST. 3

Jicarilla 96 #2C  
Unit G, Section 02, T26N, R03W  
Rio Arriba County, New Mexico  
Blanco-Mesaverde (72319) & Gavilan P.C. (77360)  
DHC-3809 AZ  
API# 30-039-26827

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 179 MCFPD and less than ¼ BOPD. The Gavilan PC was added in June 2013. The well has stabilized at a rate of about 294 MCPD and about 1 BOPD. The following allocation is recommended (see attached production plot):

	<u>Gas</u>	<u>Oil</u>
Blanco-Mesaverde	61%	25%
Gavilan PC	39%	75%

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

Sincerely,



Adam Klem  
District Engineer

LEASE: JICARILLA 96 2C MV-GL-PC

