

February 18, 2014

RCVD FEB 19 '14
OIL CONS. DIV.
DIST. 3

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

WFA
Jicarilla 96 #7B
Unit E, Section 01, T26N, R03W
Rio Arriba County, New Mexico
Blanco-Mesaverde (72319) & Gavilan P.C. (77360)
DHC-3788 AZ
API# 30-039-26571

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 37 MCFPD and less than ¼ BOPD. The Gavilan PC was added in May 2013. The well has stabilized at a rate of about 75 MCPD and about 1/2 BOPD. The following allocation is recommended (see attached production plot):

	<u>Gas</u>	<u>Oil</u>
Blanco-Mesaverde	49%	50%
Gavilan PC	51%	50%

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

Sincerely,



Adam Klem
District Engineer

LEASE: JICARILLA 96 7B MV-GL-PC

