

January 25, 1985

Frank Chavez New Mexico Oil Conservation Division 1000 Rio Brazos Road Aztec, NM 87410

RE: Jicarilla J #12E 800' FSL; 980' FWL M Section 35, T26N-R5W Rio Arriba County, NM Mesaverde, Gallup, Dakota Commingle Production Allocation

Dear Frank:

This letter is to confirm our phone conversation on January 25, 1985 concerning the referenced well.

On January 17, 1985, we completed a workover on the referenced well that opened the Gallup and additional Mesaverde to production and commingled the Mesaverde, Gallup, and Dakota as per Order No. R-7507. This well was formerly a dual Mesaverde-Dakota.

Since we opened additional intervals to production, Union Texas Petroleum and our partner, Southland Royalty, have decided to wait a few months before testing the production from each interval. This will allow for any flush production to be produced so we may evaluate additional workovers more accurately. We will also use the test data for the State of New Mexico Commingled Production Allocation and will send you the production percentages at that time.

If I can provide further information, please contact me at 325-3587.

Sincerely,

UNION TEXAS PETROLEUM CORPORATION

P. M. Pippin

Sr. Petroleum Engineer

PMP: 1.im

cc: W. K. Cooper K. E. Roddy

Terry Hobbs (Southland Royalty)

AN 2 8 1985

OIL CON. DIV.