

Mid-Continent Region Exploration/Production

May 29, 1998

Conoco Inc. 10 Desta Drive, Suite 100W Midland, TX 79705-4500 (915) 686-5400

Mr. Frank Chavez
Oil Conservation Division
1000 Rio Brazos Rd
Aztec. New Mexico 87410

RE: Allocation For Downhole Commingling San Juan Unit 28-7 #124 M
API # 30-039-25692

Unit C, Section 11, T-27-N, R-7-W Rio Arriba County, New Mexico Blanco Mesaverde (72319) Basin Dakota (71599) DECEIVED

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Dear Mr. Chavez,

The Mesaverde was tested in the subject well on October 24, 1997 for approximately 6 months. On March 10, 1998 the Mesaverde was tested. The Dakota and Mesaverde were commingled May 15, 1998. See attached table. Conoco respectfully requests that production from this well be allocated as indicated below.

## Fixed Allocation

|           | GAS | OIL |
|-----------|-----|-----|
| Mesaverde | 45% | 55% |
| Dakota    | 55% | 45% |

If there are any further questions regarding this request please contact me @ (915) 686-5798. Thank You.

Sincerely yours,

Kay Maddox Regulatory Agent

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