



July 9, 2001

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

RE: Allocation for Downhole Commingling
San Juan 28-7 #187
API#30-039-20679
A, Sec.24, T28N, R7W
Blanco Mesaverde (72319); Basin Dakota (71599)

Mr. Chavez

DHC 226 AZ

Conoco Inc. requests that production from this well be allocated as indicated by the initial flow test data below:

Handwritten: .88 gas 1.0 oil

Mesaverde (flow up annulus)
06/08/01 1980 MCFD + 1 BOPD + 32 BWPD

Commingled Mesaverde and Dakota (flow up annulus)
06/12/01 2244 MCFD + 0 BOPD + 12 BWPD

The production forecast for the Dakota Formation is as follows:

YEAR	MID-YEAR AVG. MCFD	MID-YEAR AVG. BOPD
2000	87	0.1
2001	84	0.1
2002	81	0.1
2003	77	0.1
2004	74	0.1
2005	71	0.1
2006	68	0.1
2007	66	0.1
2008	63	0.1
2009	61	0.1
2010	58	0.1
2011	56	0.1
2012	54	0.1
2013	51	0.0
2014	49	0.0
2015	47	0.0
2016	45	0.0
2017	44	0.0
2018	42	0.0
2019	40	0.0
2020	39	0.0
2021	37	0.0



2022	36	0.0
2023	34	0.0
2024	33	0.0
2025	32	0.0
2026	30	0.0
2027	29	0.0
2028	28	0.0
2029	27	0.0
2030	26	0.0

If you need additional information please give me a call at (281) 293-1005. Thank you for your time.

Sincerely,



Deborah Marberry
Regulatory Analyst