STATE OF NEW MEXICO

ENERGY, MINERALS and NATURAL RESOURCES DIVISION OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) XV-6178

August 25, 1994

Mr. P. M. Pippin Meridian Oil Inc PO Box 4289 Farmington NM 87499

Re: Storey C #11 G-34-28N-09W

Dear Mike:

Your recommended allocation of commingled production for the referenced well is hearby approved as follows:

Gas Oil Pictured Cliffs 14% 0% Mesaverde 86% 100%

Sincerely,

Frank T. Chavez District Supervisor

FTC\sh

MERIDIAN OIL

Storeye

March 24, 1994

Mr. Frank Chavez N. M. Oil Conservation Division 1000 Rio Brazos Road Aztec, New Mexico 87410

> Re: Commingling Allocation Storey C #11 1748' FNL 1750' FEL Sec. 34, T28N R09W

San Juan County, N. M.

Dear Frank,

We have reviewed the on-line and pitot gas tests on our Storey C #11 PC-MV which is a commingled South Blanco Pictured Cliffs and Blanco Mesaverde well, as per N.M.O.C.D. order #DHC-954. Based on these tests, we feel that the following gas production allocation on the subject well's commingled zones would be reasonably accurate:

Mesaverde 86% 100% Pictured Cliffs 14% 0%

Please let us know if this percentage allocation meets with your approval.

Sincerely

P. M. Pippin

Sr. Production Engineer

PMP:pmp attachment

CALCULATIONS FOR STOREY C #11

Commingled South Blanco Pictured Cliffs Blanco Mesaverde

Pitot gauges were taken during completion operations while the rig was on location.

GAS

On-Line PC Production (1992):	24 MCF/D
Pitot Gauge PC + MV (1-24-94):	430 MCF/D
Gas Ratio - Pitot vs On-Line:	10 : 4

GAS ALLOCATION

Estimated Total On-Line Production 430 * .4 = 172 MCF/D

Pictured Cliffs =
$$\frac{24}{172}$$
 = 14%

Mesaverde =
$$\frac{172 - 24}{172}$$
 = 86%

OIL ALLOCATION

Since the Pictured Cliffs has not made any oil in over five years and we did no remedial work on the interval, 100% of the oil in this well is allocated to the Mesaverde.