KELLAHIN AND KELLAHIN

ATTORNEYS AT LAW

EL PATIO BUILDING

117 NORTH GUADALUPE

Telephone (505) 982-4285 Telefax (505) 982-2047

POST OFFICE BOX 2265

SANTA FE. NEW MEXICO 87504-2265

November 3, 1994

RECOGNIZED SPECIALIST IN THE AREA OF NATURAL RESOURCES-OIL AND GAS LAW

JASON KELLAHIN (RETIRED 1991)

*NEW MEXICO BOARD OF LEGAL SPECIALIZATION

W. THOMAS KELLAHIN*

HAND DELIVERED

Mr. Jim Morrow Hearing Examiner Oil Conservation Division 2040 South Pacheco Santa Fe, New Mexico 87505

Re: NMOCD Case 11119

C. M. Morris Well No. 100
Unit G-Sec 10, T27N, R10W
Application of Meridian Oil Inc. for downhole commingling and an unorthodox coal-gas well location San Juan County, New Mexico

Dear Mr. Morrow:

At the hearing of the referenced case held on October 13, 1994, you requested written verification concerning the allocation formula submitted by Meridian when it previously sought the Division's administrative downhole commingling approval for this same well.

In response, please find enclosed (1) which is the formula submitted with the administrative application and enclosure (2) which is the formula submitted to you at the hearing. They show the same allocation formula in a slightly different format.

W. Thomas Kellahin

cc: Meridian Oil Inc.