Consolidated Oil & Gas, Inc.

LINCOLN TOWER BUILDING
1860 LINCOLN STREET
DENVER, COLORADO 80295
(303) 861-5252

P. O. Box 2038
Farmington, New Mexico 87499
(505)632-8056

RECEIVED
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OIL CONSERVATION DIVISION
SANTA FE

October 31, 1983

State of New Mexico Land Office
Oil and Gas Department
P. O. Box 1148
Santa Fe, New Mexico 87501

Attention: Ray Graham
Director, Oil and Gas Department

Re: Kline 1M
(I) 10, T31N, R13W
San Juan Co., New Mexico

Dear Mr. Graham:

Consolidated Oil & Gas, Inc. hereby requests administrative approval to surface commingle the liquid hydrocarbons produced from this dually completed gas well. Low production volumes make it uneconomical to install separate tanks for each zone. The ownership interests of this well are the same for both zones.

As a result of our evaluation of current production and the producing characteristics of this well we have determined that a suitable allocation for the commingled liquid hydrocarbons is Dakota 50%, Mesa Verde 50%.
Basin Blanco

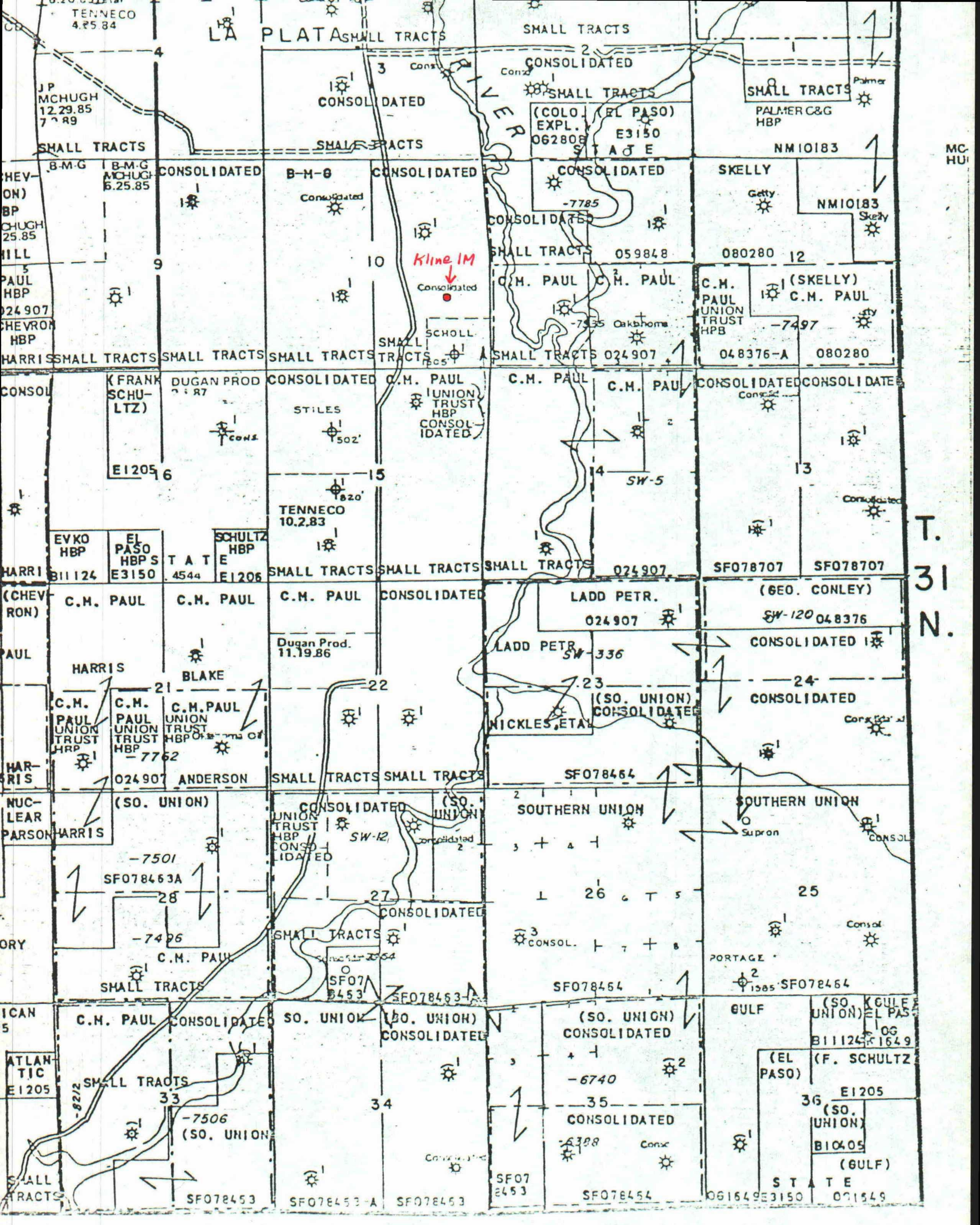
Attached please find a lease plat, an equipment diagram, and a data sheet of information supporting our request.

Very truly yours,

Barbara C. Rex

Barbara C. Rex
Production & Drilling Technician

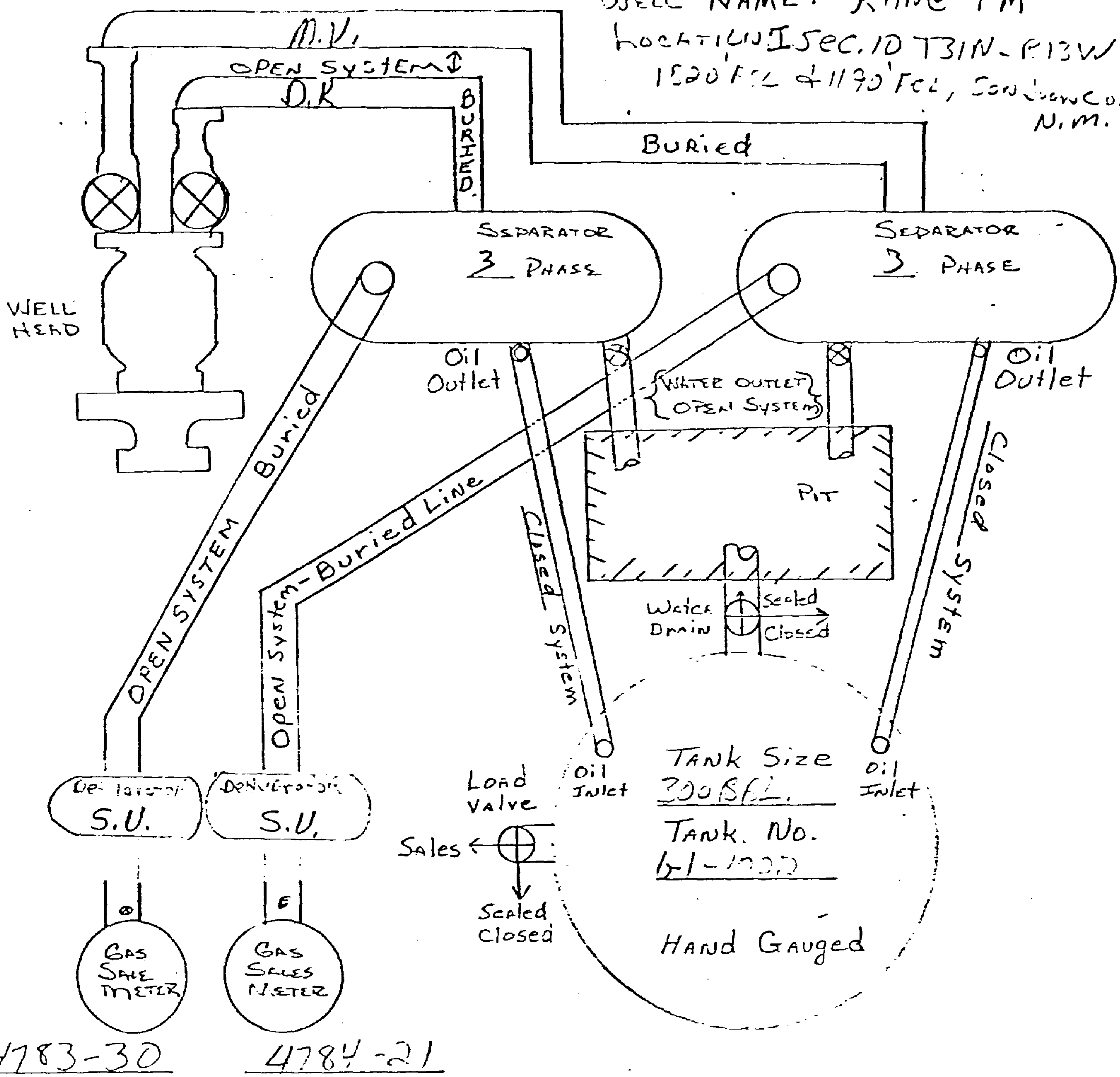
Attachments
✓Copies: Mr. Joe D. Ramey, Director, Oil Conservation Div.


LA PLATA RIVER
Kline 1M
Consolidated
SMALL TRACTS
CONSOLIDATED
TENNECO 4.25.84
JP MCHUGH 12.29.85
B-M-G
SCHOLL
C.M. PAUL
SKELLY
NM10183
PALMER C&G HBP
059848
080280
024907
048376-A
DUGAN PROD
STILES
TENNECO 10.2.83
EVKO HBP
EL PASO HBP
SCHULTZ HBP
STATE
E1205
E1206
E3150
B11124
SF078707
LADD PETR.
(GEO. CONLEY)
048376
Dugan Prod. 11.19.86
HARRIS
BLAKE
C.M. PAUL UNION TRUST HBP
ANDERSON
NICKLES, ETAL
(SO. UNION)
SF078464
SOUTHERN UNION
SF078463A
SF078463
SF078463-A
SF078453
NUCLEAR PARSON
PORTAGE
GULF
(EL PASO)
(F. SCHULTZ)
B10405
061649
ATLANTIC
T. 31 N.

R. 13 W.

Consolidated Oil & Gas

WELL NAME: Kline 1-M
LOCATION: I Sec. 10 T31N-R13W
1520' FSL & 1190' FEL, San Juan County, N.M.



Meter Station No.
SOUTHERN UNION

Kline 1M

Well Data Sheet

Month 1983	Formation DK Bbls	Days Prod	MCF Gas	Formation MV Bbls	Days Prod	MCF Gas
March	0	21	393	0	23	528
April	9	17	158	0	29	573
May	0	28	252	0	30	666
June	11	16	228	0	24	728
July	7	30	413	0	30	1143
Aug	0	5	73	0	32	839
Sept	0	0	0	0	31	496

Although previous liquid hydrocarbon production has not been allocated we suggest allocating all future production. Ownership interests are the same for both zones. Dakota 50%, Mesa Verde 50%.

Gravity: 59.3 @ 60°

Gravities are on file for each zone but no adjustment is made for gravity variance by purchasers of "Four Corners Sweet Crude". Payment by purchasers during 1983 has been approximately $29 per barrel with no adjustment for gravity.

Lease: Fee