OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE 1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (508) 334-6178 Fax (508)334-6170

GARY E. JOHNSON GOVERNOR

JENNIFER A. SALISBURY CABINET SECRETARY

May 12, 1997

Ms Peggy Bradfield Burlington Resources O&G Co PO Box 4289 Farmington NM 87499

Re: Vaughn #32M, API# 30-039-23923, D-29-26N-06W, DHC

Dear Ms. Bradfield:

Your recommended allocation of commingled production for the referenced well is hereby accepted as follows:

	Gas	Oil
Blanco Mesaverde	65%	45%
Gallup	5%	45%
Basin Dakota	30%	10%

Yours truly,

Ernie Busch

District Geologist/Deputy O&G Inspector

ruis Burch

EB/sh

cc: well file