

SAN JUAN DIVISION

March 4, 1997

SENT FEDERAL EXPRESS

Mr. William LeMay New Mexico Oil Conservation Division 2040 South Pacheco Street Santa Fe, New Mexico 87505

Re: Allison Unit #12 1825'FNL, 1550'FEL Section 14, T-32-N, R-7-W, San Juan County, NM API #30-045-11429

Allison Unit #11X 917'FNL, 1086'FEL Section 23, T-32-N, R-7-W, San Juan County, NM API #30-045-11346

Dear Mr. LeMay:

We have submitted an application for downhole commingle for your approval on both the subject wells. An allocation formula for both the Mesa Verde and Dakota was submitted with those applications. Both wells were originally drilled and completed as Mesa Verde/Dakota duals. It is now planned to add pay to the Mesa Verde and commingle.

Therefore, it is requested that these two downhole commingling applications be considered and approved without the allocation formula as submitted. We will consult with the Supervisor of the Aztec District Office of the New Mexico Oil Conservation Division to establish an allocation formula after the payadd workover is completed.

Please let me know if you require additional data.

Sincerely,

Fachuld

Peggy Bradfield Regulatory/Compliance Administrator encs.

xc: Bureau of Land Management

