

SAN JUAN DIVISION

November 14, 1998

New Mexico Oil Conservation Division 1000 Rio Brazos Road Aztec, NM 87410

Re: Sunray A #1 Unit A, Section 15, T-30-N. R-10-W, San Juan 30-045-09540

Gentlemen:

The above referenced well is a Mesa Verde/Pictured Cliffs commingle. Order/DHC-1512 was issued for the commingling. The following allocation formula is submitted for your approval:

Mesa Verde -	69 % gas	100 % oil
Pictured Cliffs -	31 % gas	0 % oil

These percentages are based on historic production from both the Mesa Verde and Pictured Cliffs.

Please let me know if you have any questions.

Sincerely,

Stachurd

Peggy Bradfield Regulatory/Compliance Administrator

xc: Bureau of Land Management NMOCD - Santa Fe

P.O. Box 4289, Farmington, New Mexico 87499-4289, Telephone 505-326-9700, Fax 505-599-4046

Sunray A #1 Unit A, Section 15, 30N – 10W San Juan County, New Mexico

Production Allocation

Commingle Date: 6/30/97

GAS

Pictured Cliffs Production:	610,200	MCF 31%
Mesaverde Production:	<u>1,365,805</u>	<u>MCF 69%</u>
Total:	1,976,005	MCF 100%

OIL

Mesaverde Production:	174	bbl	100%
Pictured Cliffs Production:	0	bbl	0%
Total:	174	bbl	100%

Used production data from 1/70-6/97. This was the entire production from the well. The production data for the oil came from 1996.

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