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PRODUCTION DEPARTMENT SOUTHWESTERN DIVISION

November 18, 1992

DHC Order No. R-8218 Mary Federal #5 Allocation Formula

Mr. Mike Williams New Mexico Oil Conservation Division District II 811 S. First St. Artesia, New Mexico 88210

Dear Mr. Williams:

After thorough review of this well's production before and after the Penn Zone was perforated, Exxon submits the following as a production allocation basis:

<u>Pool Name</u>	<u>0i1/Cond. %</u>	<u>Chg/GWG %</u>
Und. Penn Strawn Gas Pool	95 <u>5</u> 100	55 <u>45</u> 100

The allocation basis will be made retroactive to May 1991 when well actually started production.

If you have any questions, please call me at 915/688-7874.

Sincerely,

DJB/mcn B:08.DJB