

**From:** [Kandis Roland](#)  
**To:** [McClure, Dean, EMNRD](#)  
**Cc:** [Mandi Walker](#)  
**Subject:** [EXTERNAL] SJ 29-5 Unit 70 30-039-21050 Fix Oil split  
**Date:** Thursday, May 26, 2022 7:03:01 AM  
**Attachments:** [image001.png](#)

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Dean,

Please see oil allocation for the SJ 29-5 Unit 70. Historically the DK never produced any oil therefore any oil production will be allocated to the MV.

Formation	Yield (bbl/MM)	Remaining Reserves (MMcf)	% Oil Allocation
DK	0	36	0%
MV	1.10	950	100%

Thanks,

Kandis Roland  
HILCORP ENERGY  
San Juan East/South Regulatory  
713.757.5246  
[kroland@hilcorp.com](mailto:kroland@hilcorp.com)

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**From:** McClure, Dean, EMNRD <Dean.McClure@state.nm.us>  
**Sent:** Wednesday, May 25, 2022 5:32 PM  
**To:** Kandis Roland <kroland@hilcorp.com>  
**Cc:** Mandi Walker <mwalker@hilcorp.com>  
**Subject:** RE: [EXTERNAL] downhole commingling application DHC-5195

Kandis,

I do see 3 DHC approvals using the format of submittal without the fixed oil percentage clearly depicted in the summary. Within 2 of the 3 applications is included a statement that 100% of the oil would be allocated to a single pool which was sufficient. However, the 3<sup>rd</sup> application is lacking the fixed percent and I had mistakenly approved it. Please calculate and email me a fixed percent for the oil production for DHC-5174 which governs the commingling for San Juan 29 5 Unit #70 (30-039-21050).

For reference, the other 2 DHC approvals which I am referring to are DHC-5172 and DHC-5175 which each include a statement similar to the following within the application:

**Historically the Dakota formation has not produced any oil therefore all oil will be allocated to the Meaverde zone.**

Dean McClure  
Petroleum Engineer, Oil Conservation Division  
New Mexico Energy, Minerals and Natural Resources Department  
(505) 469-8211

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