

***BURLINGTON
RESOURCES***

SAN JUAN DIVISION

September 17, 1998

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

Re: Allison Unit #5A
1870' FSL, 1070' FEL, Section 16, T-32-N, R-7-W, San Juan County
30-045-24413

Gentlemen:

The above referenced well is a Mesa Verde/Dakota commingle. Order DHC-1459 was issued for the commingling. The following allocation formula is submitted for your approval:

Mesa Verde -	78.91 % gas	0 % oil
Dakota -	21.09 % gas	0 % oil

These percentages are based on historic production from the Mesa Verde and Dakota.

Please let me know if you have any questions.

Sincerely,



Peggy Bradfield
Regulatory/Compliance Administrator

xc: Bureau of Land Management
NMOCD - Santa Fe

Allison Unit #5A
Sec. 16, T32N R7W
San Juan County, New Mexico

Production allocation based on 1994 production due to liquid loading on Mesa Verde side beginning in 1995.

	1994 Production			% Allocation	
	MCF	Bbl Oil		% Gas	% Oil
Dakota	31,306	0		21.09%	0.00%
Mesa Verde	117,154	0		78.91%	0.00%
Total	148,460	0		100.00%	0.00%

Gas Allocation:

Dakota	(Total Dakota Production)	31,306 MCF	
	-----	-----	= 21.09%
	(Total Combined Production)	148,460 MCF	

Mesa Verde	(Total Mesa Verde Production)	117154 MCF	
	-----	-----	= 78.91%
	(Total Combined Production)	148460 MCF	

Oil Allocation:

Dakota	(Total Dakota Production)	0 Bbl Oil	
	-----	-----	= 0.00%
	(Total Combined Production)	0 Bbl Oil	

Mesa Verde	(Total Mesa Verde Production)	0 Bbl Oil	
	-----	-----	= 0.00%
	(Total Combined Production)	0 Bbl Oil	