S TO THE STATE OF THE STATE OF

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington District Office 1235 La Plata Highway, Suite A Farmington, New Mexico 87401

IN REPLY REFER TO: Allison Unit MV/DK PA 3162.7-3 (07327) March 11, 1997

Peggy Bradfield Regulatory/Compliance Administrator Meridian Oil P.O. Box 4289 Farmington, NM 87499-4289

RE:

Downhole Commingling Application No. 12, 11X, 57, 5A Allison Unit San Juan County, New Mexico

Don't Man Don't Lit.

The Farmington District Office (FDO) of the Bureau of Land Management (BLM) has received your letters dated February 10 and February 12, 1997, requesting approval for downhole commingling of the Blanco Mesaverde and Basin Dakota formations in the above referenced wells.

After review, we hereby approve your application for downhole commingling with allocation as shown in the table below.

WELL	LOCATION	MESAVERDE GAS ALLOCATION	DAKOTA GAS ALLOCATION
No. 12	G 14-32N-7W	17.6 %	82.4 %
No. 11X	A 23-32N-7W	69.6 %	30.4 %
No. 57.	K 13-32N-7W	23.65 %	76.45 %
No. 5A	I 16-32N-7W	78.9 %	21.1 %

If you have further questions regarding this matter, please contact Brian W. Davis at (505) 599-6367 or 599-8900.

Sincerely,

/S/ Duane W. Spencer

Duane W. Spencer Team Leader, Petroleum Management

bcc:

NMOCD, Santa Fe; DOMR; Suspense (Brian); AIRS(892000752O,892000752A); MV PA; DK PA

Well File: (SF078459B No.12 Allison Unit,1825'FNL&1550'FEL,14-32N-7W)

(SF078483A No.11X Allison Unit, 917'FNL&1086'FEL,23-23N-7W)

07237:BWDavis:03/11/97:x6367:burlingtonAllison.ltr