

SAN JUAN DIVISION

September 17, 1998

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

Re:

McClanahan #15E

910' FSL, 1650' FEL, Section 14, T-28-N, R-10-W, San Juan County

30-045-24108

Gentlemen:

The above referenced well is a Mesa Verde/Dakota commingle. Order DHC-1634 was issued for the commingling. The following allocation formula is submitted for your approval:

Mesa Verde -

11.01 % gas

52.3 % oil

Dakota -

88.99 % gas 47.7 % 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

McClanahan 15E Sec. 14, T28N R10W San Juan County, New Mexico

Production allocation based on 1996 production

	1996 Production		% Allocation	
	MCF	Bbl Oil	% Gas	% Oil
Dakota	43,537	322	88.99%	47.70%
Mesa Verde	5,384	353	11.01%	52.30%
Total	48,921	675	100.00%	100.00%

Gas Allocation:	(Total Dakota Production)	43,537 MCF		
Dakota	(Total Combined Production)	48,921 MCF	88.99 %	
Mesa Verde	(Total Mesa Verde Production)	5384 MCF	11.01%	
	(Total Combined Production)	48921 MCF		
Oil Allocation:	(Total Dakota Production)	322 Bbl Oil	- 47 700/	
Dakota	(Total Combined Production)	675 Bbl Oil	- 41.70%	
Mesa Verde	(Total Mesa Verde Production)	353 Bbl Oil	52 30%	
	(Total Combined Production)	675 Bbl Oil	02.0070	