

March 29, 1999

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

Re: San Juan 29-7 Unit #109M 1520'FSL, 1810'FEL Section 30, T-29-N, R-7-W 30-039-22399

## Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well. (DHC-1878 was issued for this well.

Gas:	Mesa Verde Dakota	83.1% 16.9%
Oil:	Mesa Verde Dakota	100% 0%

These allocations are based on historical data from the Mesa Verde and Dakota. Please let me know if you have any questions.

Sincerely,

Shad picco ( XUUU

Peggy Bradfield Regulatory/Compliance Administrator

Xc: NMOCD – Santa Fe Bureau of Land Management – Farmington

3535 East 30th, Post Office Box 4289, Farmington, NM 87499 505-326-9727 Fax: 505-599-4046

## San Juan 29-7 Unit #109M Production Allocation

## Gas

*Mesaverde Production:		684,443 Mcf	83.1%
*Dakota Production		138,989 Mcf	16.9%
	Total:	823,432	100.0%

## Oil

*Mesaverde Production:		2,714 BBIs	100.0%
*Dakota Production		0 BBIs	0.0%
	Total:	2,714	100.0%

\*Used 7 yrs production (88-94) even though the DK most likely was experiencing liquid loading problems due to lower DK water production. These liquid loading problems become very evident during 1995, when the DK production decreased drastically. Both zones were shut-in during 1986, and had flush production in 1997. The MV was on a steep decline roughly until 1985, where it seems to have changed from a hyperbolic to an exponential decline. Early DK production is not indicative of a hyperbolic decline.