

BASIN DAKOTA AND BLANCO MESAVERDE POOLS
EXHIBIT #1 AUGUST 1993 HEARING

PHILLIPS RECOMMENDS ALLOWABLES AS FOLLOWS TO CONTINUE
TO PROVIDE INCENTIVES TO DEVELOP THE BASIN DAKOTA AND
BLANCO MESAVERDE POOLS.

	DAKOTA	MESAVERDE
BASE MCF/MO	182407	2563201
ADJUSTMENT	67693	436799
TOTAL MCF/MO	250000	3000000
F1 MCF/MO	10668	5698
F2	14.67	25.26

THESE FIGURES YIELD GPU ALLOWABLES COMPARABLE WITH THOSE
GRANTED FOR THE 10/92-3/93 ALLOCATION PERIOD. GPU'S WITH
DELIVERABILITIES IN EXCESS OF 700 MCFD FOR DAKOTA AND
1000 MCFD FOR MESAVERDE WOULD STILL BE SUBJECT TO
CURTAILMENT THROUGH PRORATION.

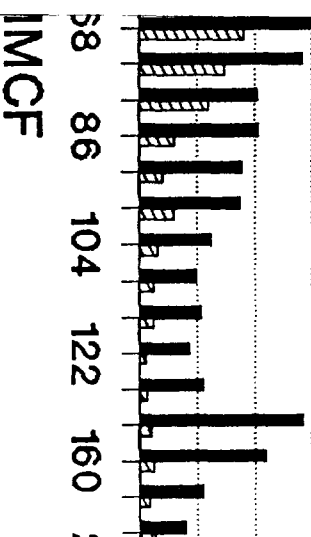
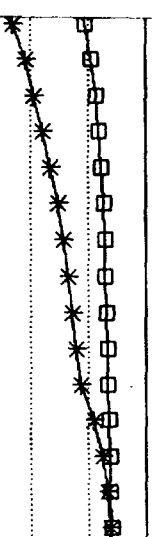
WITH ONLY A HANDFUL OF NON-MARGINAL WELLS IN EACH POOL,
ASSURING ADEQUATE GPU ALLOWABLE FOR FURTHER DEVELOPMENT
SHOULD BE THE PRIMARY FOCUS.

PHILLIPS RECENTLY SPUDDED THE FIRST OF 9 DAKOTA INFILL
WELLS TO BE DRILLED IN 1993 BASED ON OUR ABILITY TO
PRODUCE WITH MINIMAL CURTAILMENT.

Before the
U.S. CONSERVATION COMMISSION
Washington, D.C.
and the State of New Mexico
on this 10th day of August 1993
Testified By: Phillips
Exhibit No. 1
Hearing Date: _____

1992 PRODUCTION
AND BASIN DAKOTA

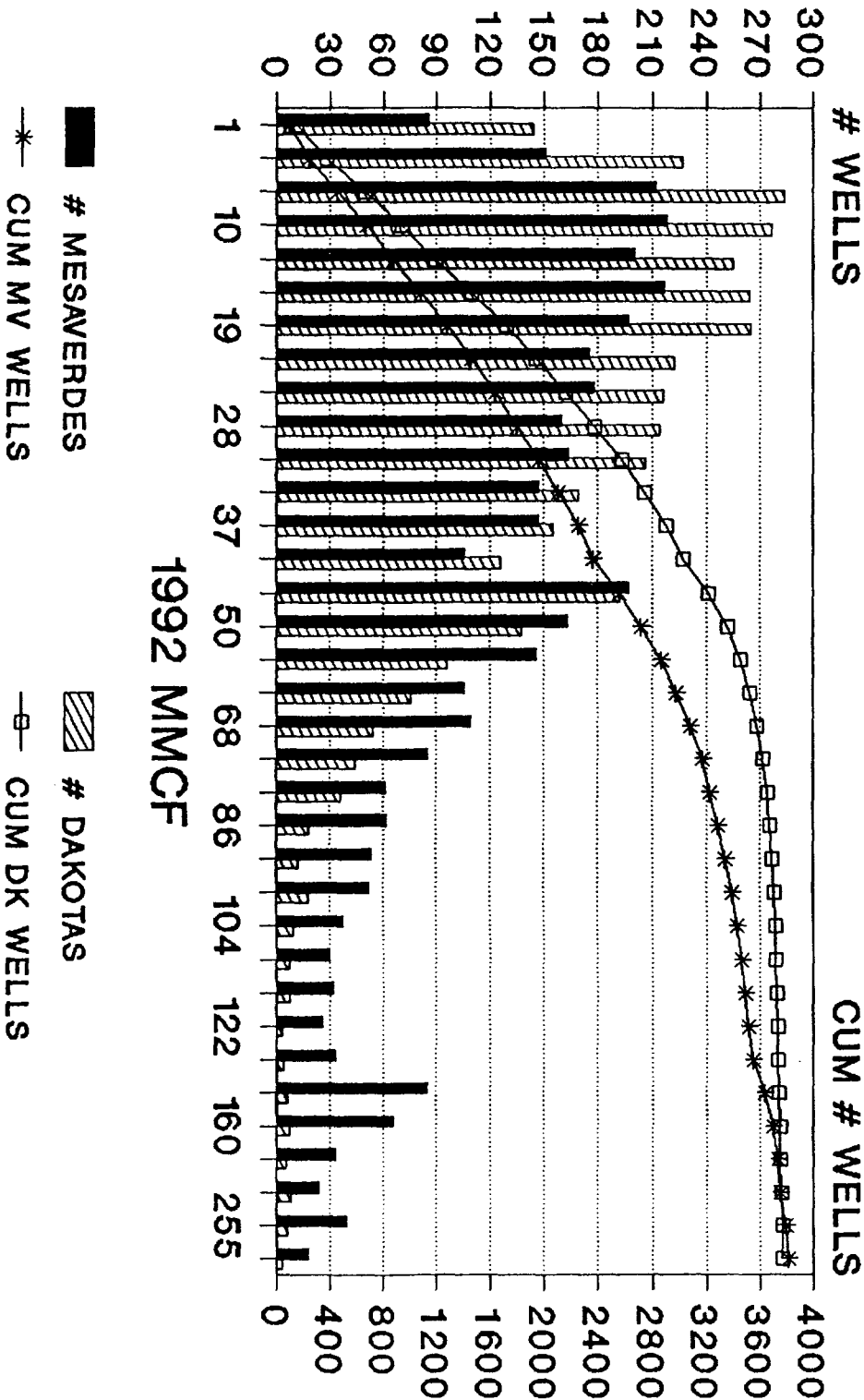
CUM # WE



DAKOTAS

CUM DK WELLS

DISTRIBUTION OF 1992 PRODUCTION
BLANCO MESAVERDE AND BASIN DAKOTA



BASED ON DWIGHTS PRODUCTION