



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

AZTEC DISTRICT OFFICE
OIL CONSERVATION DIVISION
1000 RIO BRAZOS ROAD
AZTEC NM 87410-1614
(505) 334-6178 FAX: (505) 334-6170
[http://nemnr.d.state.nm.us/ocd/District II/3distric.htm](http://nemnr.d.state.nm.us/ocd/District%20II/3distric.htm)

GARY E. JOHNSON
GOVERNOR

Jennifer A. Salisbury
CABINET SECRETARY

August 17, 1998

Mr Gary Brink
Taurus Exploration USA, Inc
2198 Blmfld Hwy
Farmington NM 87401

Re: Navajo Indian #6, API# 30-045-06043, E-06-26N-08W, DHC

Dear Mr. Brink:

Your recommended allocation of commingled production for the referenced well is hereby accepted as follows:

	Gas	Oil
Mesaverde	84%	50%
Dakota	16%	50%

Yours truly,

Ernie Busch
District Geologist/Deputy O&G Inspector

EB/mk

cc: well file

Jim Lovato, Farmington BLM
David Catanach, NMOCD Santa Fe

NAVJNDC-DHC

TAURUS

TAURUS EXPLORATION USA, INC.
2198 Bloomfield Highway
Farmington, New Mexico 87401
Telephone (505) 325-6800

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

Navajo Indian #6
Unit E, Section 6, T 26 N, R 8 W
San Juan Co., New Mexico
Blanco Mesa Verde & Basin Dakota Pools
Administrative Order DHC-704

RECEIVED
AUG 11 1998
OIL CON. DIV.
DIST. 3

Dear Mr. Chavez:

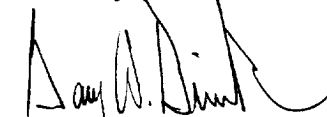
We recently completed the field operations to downhole commingle the subject well. In accordance to DHC-704, the supervisor of the Aztec District Office of the NMOCD shall determine the proper production allocation.

Prior to downhole commingling, the Mesa Verde was producing 200 MCFD and ½ BOPD, and the Dakota was flowing 40 MCFD and ½ BOPD. It is recommended the production allocation be as follows:

	Gas	Oil
Mesa Verde	84%	50%
Dakota	16%	50%

Attached are the respective production decline curves for the subject well. The recommended allocation correlates with the historical production on the well. If additional information is needed, please contact me.

Sincerely Yours;



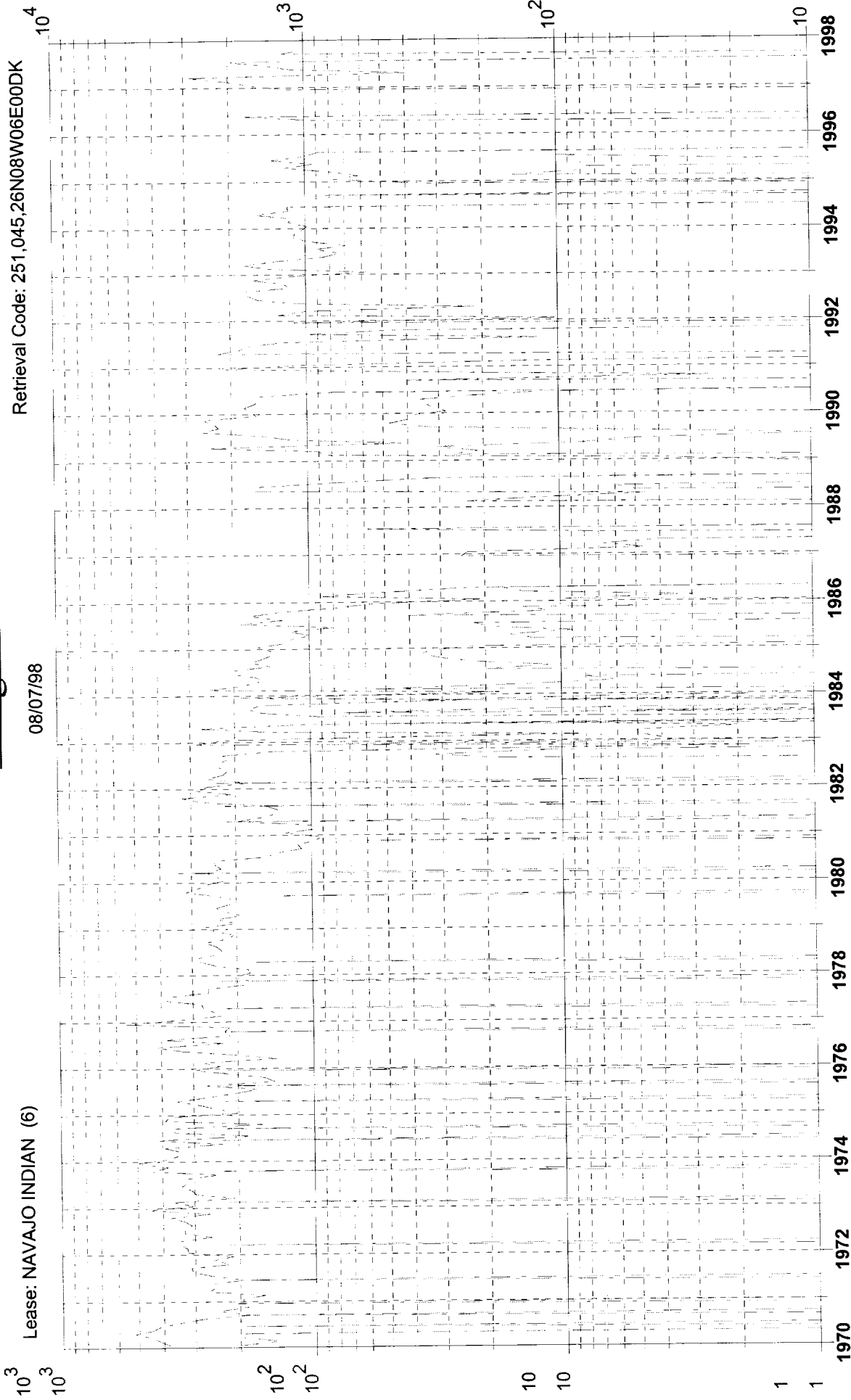
Gary W. Brink
Production Superintendent

Dwights

Lease: NAVAJO INDIAN (6)

Retrieval Code: 251,045,26N08W06E00DK

08/07/98



Gas (mcf/mo)

F.P. Date: 12/64

County: SAN JUAN, NM

Oil (bbl/mo)

Oil Cum: 18.19 mbbl

Field: BASIN (DAKOTA) DK

Water (bbl/mo)

Gas Cum: 977.7 mmcf

Reservoir: DAKOTA

Location: 6E 26N 8W

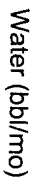
Operator TAURUS EXPLORATION U.S.A.

ILLEGIBLE

Lease: NAVAJO INDIAN (6)

08/07/98

105



F.P. Date: 05/65

Oil Cum: 14.54 mbbbl

Gas Cum: 3716 mmcf

Location: 6E 26N 8W

ILLEGIBLE