OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE
AZTEC NM 87410
(606) 334-6176 FAX: (806) 334-6170
Remord State no. unlocal/District Walderic No.

GARY E. JOHNSON

Jennifer A. Salisbury

November 3, 1997

Ms Peggy Bradfield Burlington Resources O&G Co PO Box 4289 Farmington NM 87499-4289

Re: San Juan 29-7 Unit #520, L-08-29N-07W, DHC, API# 30-039-25635

Dear Ms. Bradfield:

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

Gas

Basin Fruitland Coal

40%

Blanco Pictured Cliffs

60%

Yours truly,

Ernie Busch

District Geologist/Deputy O&G Inspector

EB/sh

cc: well file



BURLINGTON RESOURCES

SAN JUAN DIVISION

October 27, 1997

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

Re:

San Juan 29-7 Unit #520

1600'FSL, 900'FWL, Section 8, T-29-N, R-7-W

30-039-25635



OIL COM. DAY. DIGG S

Gentlemen:

The above referenced well is a Fruitland Coal/Pictured Cliffs commingle. Order DHC-1629 issued for the commingling. The following allocation formula is submitted for your approval:

Fruitland Coal -

40 % gas

0 % oil

Pictured Cliffs -

60 % gas

0 % oil

These percentages are based on isolated flow tests from the Fruitland Coal and Pictured Cliffs during completion operations.

Please let me know if you have any questions.

Sincerely,

Peggy Bradfield

Regulatory/Compliance Administrator

xc:

Bureau of Land Management

NMOCD - Santa Fe

Downhole Commingling Allocation Worksheet

San Juan 29-7 #520 1600' FSL, 900' FWL, Section 8, T29N-R7W Rio Arriba Co., New Mexico

The percentage allocation for the Fruitland ar	d Pictured Cliffs zones were	derived as follows
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The Pictured Cliffs zone was tested during completion on 10/10/97. It flowed 281 Mcf/d, 0 bo/d and 0 bw/d against a separator pressure of 250 psig.

The Fruitland Coal zone was tested during completion on 10/15/97. It flowed 184 Mcf/d, 0 bo/d and 0 bw/d against a separator pressure of 250 psig.

Production allocation for the Pictured	d Cliffs =			
Pic	Pictured Cliffs production (Mcf/d) Pictured Cliffs production (Mcf/d) + Fruitland production (Mcf/d)			
	281 Mcf/d 281 Mcf/d + 184 Mcf/d	=	0.60	
Production allocation for the Fruitland Coal =				
Fruitland Coal production (Mcf/d)				
Pictured Cliffs production (Mcf/d) + Fruitland production (Mcf/d)				
	184 Mcf/d 281 Mcf/d + 184 Mcf/d	=	0.40	