



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE
1000 RIO BRAZOS ROAD
AZTEC NM 87410
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[http://emnrd.state.nm.us/ocd/District III/3distric.htm](http://emnrd.state.nm.us/ocd/District%20III/3distric.htm)

GARY E. JOHNSON
Governor

Jennifer A. Salisbury
Cabinet Secretary

June 29, 1999

Mr. Gary Brink
Production Superintendent
Energen Resources
2198 Bloomfield Highway
Farmington NM 87401

Re: Carson #2, L-7-30N-04W, API# 30-039-22083, DHC

Dear Mr. Brink:

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

	Gas	Oil
Mesa Verde	33%	0%
Gallup	67%	100%

Yours truly,

Ernie Busch
District Geologist/Deputy O&G Inspector

cc: Jim Lovato-Farmington BLM
David Catanach-NMOCD Santa Fe
Well file

RECEIVED
FEB 23 1999
OIL COAL DIV.
DML 3

February 23, 1999

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

Carson #2
Unit L, Section 7, T 30 N, R 4 W
Rio Arriba Co., New Mexico
Blanco Mesa Verde & Wildcat Gallup Pools
API # 30-039-22083
Administrative Order DHC-NSL-R-10426

Dear Mr. Bush:

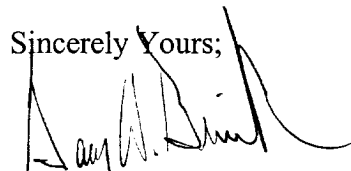
We completed the field operations to **Add Lewis Pay** to this the subject well and recently returned it to production at a stabilized rate of 300 MCF/D. Since the well had a previous commingle allocation, the production needs to be reallocated based on the new rates.

Prior to the workover, the production was being allocated at a 50%/50% basis for the Mesa Verde and Gallup based on information received from Burlington Resources during the aquisition. The well was flowing at a combined stabilized rate of 200 MCF/D up the tubing. Since our records indicated the well had previously been commingled, we were surprised when we found a packer isolating the Mesa Verde and Gallup. All the previous production had been coming from the Gallup but being reported as commingled. Therefore, it is recommended the allocation be as follows:

	Gas	Oil
Mesa Verde	33%	0%
Gallup	67%	100%

If additional information is needed, please contact me.

Sincerely Yours;



Gary W. Brink
Production Superintendent