

NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE
1000 RIO BRAZOS ROAD
AZTEC NM 87410
(505) 334-6178 FAX: (505) 334-6170
http://emnrd.state.nm.us/ocd/District III/3distric.htm

GARY E. JOHNSON Governor Jennifer A. Salisbury Cabinet Secretary

March 8, 1999

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

Re: Largo Federal #1, K-34-29N-09W, DHC, API# 30-045-07645

Dear Ms. Bradfield:

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

	Gas	Oil
Mesaverde	40%	29%
Dakota	60%	71%

Yours truly,

Exmi Busel

Ernie Busch

District Geologist/Deputy O&G Inspector

EB/mk

cc: BLM Farmington-Jim Lovato

NMOCD Santa Fe-David Catanach

well file

Lrgofed1. dhe

BURLINGTON RESOURCES

February 15, 1999

EGEIVED

New Mexico Oil Conservation Division 1000 Rio Brazos Road Aztec, New Mexico 8 7410

01L CON. DIV.

Re:

Largo Federal #1

K Section 34, T-29-N, R-9-W

30-045-07-345

Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well. DHC-2119 was issued for this well

Gas:

Mesa Verde

39.51%

Dakota

60.49%

Oil:

Mesa Verde

28.41%

Dakota

71.59%

These allocations are based on historic production. Please let me know if you have questions on this matter.

Sincerely,

Peggy Bradfield

Regulatory/Compliance Administrator

Xc:

NMOCD - Santa Fe

Bureau of Land Management - Farmington

Largo Federal #1 Sec.34, T29N R9W San Juan County, New Mexico

Production Allocation Based On Cumulative Production Through 07/98

	Cumulative Production		% Allocation	
,	MCF	Bbl Oil	% Gas	% Oil
Mesa Verde	799,863	4,687	39.51%	28.41%
Dakota	1,224,727	11,812	60.49%	71.59%
Total	2,024,590	16,499	100.00%	100.00%

Gas Allocation:			
Mesa Verde	(Fotal Mesa Verde Production)	799,863 MCF = 39.51 %	
	(Fotal Combined Production)	2,024,590 MCF	
Dakota	(「Total Dakota Production)	224727 MCF = 60,49%	
	(Total Combined Production)		
Oil Allocation:			
Maga Varda	(Total Mesa Verde Production)	4,687 Bbl Oil	
Mesa Verde	(Total Combined Production)	= 28.41 % 16,499 Bbl Oil	
Dakota	(Total Dakota Production)	11,812 Bbl Oil	
parad	(Total Combined Production)	16,499 Bbl Oil	