



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://emnr.state.nm.us/ocd/District/III/3district.htm>

GARY E. JOHNSON
Governor

Jennifer A. Salisbury
Cabinet Secretary

November 9, 1999

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

Re: Hubbell #3, 18-29N-10W, API# 30-045-11995, DHC

Dear Ms. Cole:

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

	Gas	Oil
Mesa Verde	75%	80%
Dakota	25%	20%

Yours truly,

Ernie Busch
District Geologist/Deputy O&G Inspector

EB/mk

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

HUBBELL#3 DHC

BURLINGTON RESOURCES

September 1, 1999

RECEIVED
SEP - 2 1999

OIL CON. DIV.
DIST. 3

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

Re: Hubbell #3
800'FSL, 1460'FEL Section 18, T-29-N, R-10-W
30-045-11995

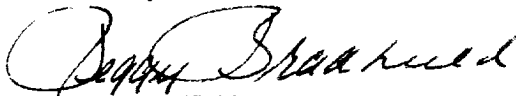
Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well. DHC-2392 was issued for this well.

Gas:	Mesa Verde	75%
	Dakota	25%
Oil:	Mesa Verde	80%
	Dakota	20%

These allocations are based on historic production from the Mesa Verde and Dakota. Please let me know if you have any questions.

Sincerely,



Peggy Bradfield
Regulatory/Compliance Administrator

Xc: NMOCD - Santa Fe
Bureau of Land Management - Farmington

CALCULATIONS FOR HUBBELL #3 MV-DK

Commingled
Blanco Mesaverde
Basin Dakota

The Dakota well has been producing since 1962.

The Dakota has a cumulative of 2050 MMCF and 18,768 BO.

The Dakota capacity before the Mesaverde was opened was about 81 MCF/D and 0.4 BOPD.

Completion date of the workover to open the MV and commingle with the DK: 6/2/99.

First delivery of commingled DK-MV on 7/27/99.

Total DK and MV rate after about 1 month on line: 320 MCF/D and 2 BOPD.

GAS ALLOCATION

$$\text{Dakota} = 81/320 = 25\%$$

$$\text{Mesaverde} = (320-81)/320 = 75\%$$

OIL ALLOCATION

$$\text{Dakota} = 0.4/2 = 20\%$$

$$\text{Mesaverde} = (2-0.4)/2 = 80\%$$