OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 {505} 827-7131

ADMINISTRATIVE ORDER DHC-2115

Burlington Resources Oil & Gas Company P.O. Box 4289
Farmington, New Mexico 87499

Attention: Ms. Peggy Bradfield

San Juan 28-5 Unit No. 54E API No.- 30-039-23813 Unit C, Section 20, Township 28 North, Range 5 West, NMPM, Rio Arriba County, New Mexico. Wildcat Gallup (Gas - N/A), and Basin-Dakota (Prorated Gas - 71599) Pools

Dear Ms. Bradfield:

Reference is made to your recent application for an exception to Rule 303.A. of the Division Rules and Regulations to permit the above described well to commingle production from the subject pools in the wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of Rule 303.C., and that reservoir damage or waste will not result from such downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and any Division Order which authorized the dual completion and required separation of the zones is hereby placed in abeyance.

The maximum amount of gas which may be produced daily from the well shall be determined by Division Rules and Regulations or by the gas allowable for each respective prorated pool as printed in the Division's San Juan Basin Gas Proration Schedule.

The applicant shall consult with the supervisor of the Aztec District Office of the Division upon completion and testing of the well in order to establish a fixed allocation of production from each of the commingled zones. Upon approval by the Division's District Office, the applicant shall submit the allocation formula to the Santa Fe Office of the Division.

REMARKS: The operator shall notify the Aztec District Office of the Division upon implementation of the commingling process.

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Pursuant to Rule 303.H., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 9th day of October, 1998.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

LORI WROTENBERY

Director

SEAL

LW/DRC

cc: Oil Conservation Division - Aztec

Bureau of Land Management-Farmington



NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

DHC 2/15

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

OIL CONSERVATION DIVISION

GARY E. JOHNSON Governor Jennifer A. Salisbury Cabinet Secretary

March 5, 1999

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

Re: San Juan 28 5 Unit #54E, C-20-28N-05W, DHC, API# 30-039-23813

Dear Ms. Bradfield:

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

	Gas	Oil
Gallup	15%	50%
Dakota	85%	50%

Yours truly,

Ernie Busch

Ernie Busel

District Geologist/Deputy O&G Inspector

EB/mk

cc: BLM Farmington-Jim Lovato

NMOCD Santa Fe-David Catanach

well file