



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office
1235 La Plata Highway, Suite A
Farmington, New Mexico 87401

For File

IN REPLY REFER TO:
SF-078622
3162.7 (07100)

March 20, 2002

Ms. Peggy Cole
Burlington Resource
P.O. Box 4289
Farmington, NM 87401

RE: Accept Commingle Applications and Allocation Method

Dear Ms. Cole

We have received your allocation factors and your Application for Downhole Commingling of the well listed below. We hereby accept your allocation factors using rate-time reserve estimate comparisons for each respective formation. DHC-2795 was issued for this well.

Lively # 18E
410' FNL - 750' FWL: D Section 1, T-26-N, R-8-W
30045-24581; San Juan Co, New Mexico

Gas:	Chacra	16%
	Mesaverde	73%
	Dakota	11%
Oil:	Chacra	0%
	Mesaverde	2%
	Dakota	98%

Commingled production from each zone must be reported in accordance with the allocation factors identified above. The effective date will be the date downhole commingling actually occurs.

If you have any questions, please contact Matt Halbert at 505-599-6350

Sincerely,

/s/ Jim Lovato

Jim Lovato
Team Leader, Petroleum Management Team

cc:
NMOCD, Aztec, NM
NMOCD, Santa Fe, NM

bcc:
If file (1) see above
DOMR Suspense (M Halbert)
07100: M Halbert: 3/19/02 X 6350: Burlington Lively # 18E