

NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE
1000 RIO BRAZOS ROAD
AZTEC NM 87410
(505) 334-8178 FAX: (505) 334-6170
http://emnrd.state.nm.us/ocd/District III/3djeftic.htm

GARY E. JOHNSON Governor

Jennifer A. Salisbury Cabinet Sepretary

February 3, 2000

Mr. Gary Brink Energen Resources 2198 Blmfld Hwy Farmington NM 87401

Re: San Juan 32-5 Unit #13M, API# 30-039-25878, I-25-32N-06W, DHC

Dear Mr. Brink:

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

Gas

Mesaverde

92%

Dakota

8%

Sincerely,

Frank T. Chavez

District Supervisor

FTC/mk

cc: Jim Lovato, Farmington BLM Mark Ashley, NMOCD Santa Fe

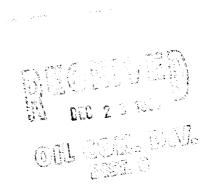
Well File



December 21, 1999

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

> San Juan 32-5 Unit #13M Unit I, Section 25, T 32 N, R 6 W Rio Arriba Co., New Mexico Blanco Mesa Verde & Basin Dakota Administrative Order DHC-2398 API # 30-039-25878



Dear Mr Chavez:

In accordance to DHC-2398, Energen Resources was required to consult with the Aztec office upon completion of the Mesa Verde to determine the fixed allocation method for production. Jim Lovato with the BLM requested the flowstream be stabilized for 90 days prior to allocating production. Following 90 days of stabilized production, the well has a combined flowstream as follows:

Prior Dakota Rate 54 MCFD
Combined Mesa Verde & DK 685 MCFD

Based on the proposed Allocation method in the application, it is recommended the production be allocated as follows:

Gas Production

Mesa Verde
Dakota

631/585 = .92 or 92% gas
54/685 = .08 or 8% gas

Note: Neither formation produces oil in this wellbore

If additional information is needed, please contact me.

Gary W. Brink

Production Superintendent