

RECEIVED

BURLINGTON RESOURCES

JAN 26 2004

Distribution:
Regulatory
Accounting
Well File

Original: August 1, 2003

PRODUCTION ALLOCATION FORM

Oil Conservation Division
1220 S. St. Francis Drive
Santa Fe, NM 87505

Status

PRELIMINARY ☐
FINAL X

Type of Completion

NEW DRILL X RECOMPLETION ☐ PAYADD ☐ COMMINGLE ☐

Date: Jan. 12, 04

API No.
3004530869

Well Name

Atlantic D Com

Well No.

3B

Unit Letter
G

Section
16

Township
T-30-N

Range
R-10-W

Footage
1380' FNL, 1805' FEL

County, State
San Juan, New Mexico

1st Delivery Date

(completed 9/22/03)

Test Method

HISTORICAL ☐ FIELD TEST X PROJECTED ☐ OTHER ☐

FORMATION	GAS	PERCENT	CONDENSATE	PERCENT
Mesaverde	365 MCFD	27%	0 BOPD	27%
Dakota	983 MCFD	73%	0 BOPD	73%

JUSTIFICATION OF ALLOCATION

These percentages are based upon isolated flow test from the Mesaverde and Dakota during completion operations. Oil was not present during flow test operations. For that reason, oil percentages are based upon gas allocation and are provided in the event this wellbore begins producing oil at some point in the future.

APPROVED BY	TITLE	DATE



PATRICK H. LYONS
COMMISSIONER

State of New Mexico
Commissioner of Public Lands

310 OLD SANTA FE TRAIL
P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

COMMISSIONER'S OFFICE

Phone (505) 827-5760

Fax (505) 827-5766

www.nmstatelands.org

August 8, 2003

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

Attn: Ms. Nancy Oltmanns

Re: Downhole Commingling Application
Atlantic D Com Well No. 3B
Unit Letter G, Section 16-30N-10W
Blanco Mesaverde and Basin Dakota Pools
San Juan County, New Mexico

Dear Ms. Oltmanns:

Your application to downhole commingle the Blanco Mesaverde and Basin Dakota production from within the wellbore of the above-captioned well was received on July 31, 2003.

Since it appears that all the New Mexico Oil Conservation Division's rules and regulations have been complied with, and there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your request for downhole commingling is hereby approved. Any deviation from the substance of your request will be sufficient grounds for rescinding our approval. Our approval is subject to like approval by the New Mexico Oil Conservation Division.

Our approval is subject to the condition that Burlington Resources Oil & Gas Company submit a communitization agreement for the Dakota Formation upon completion of the well.

Please submit your \$30.00 dollar filing fee.

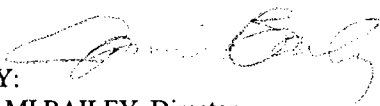
Also, please submit a copy of the Oil Conservation Division's approval order.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

PATRICK H. LYONS
COMMISSIONER OF PUBLIC LANDS

BY:


JAMI BAILEY, Director
Oil, Gas and Minerals Division
(505) 827-5744

PL/JB/cpm

Enclosure

xc: Reader File

OCD=Attention=David Catanach=