

***BURLINGTON  
RESOURCES***

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SAN JUAN DIVISION

September 17, 1998

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

Re: Canyon Largo Unit #239E  
1785'FNL, 1455'FWL, Section 1, T-25-N, T-6-W  
30-039-25549

Gentlemen:

The above referenced well is a Mesa Verde/Dakota commingle. Order DHC-1714 was issued for the commingling. The following allocation formula is submitted for your approval:

Mesa Verde -	72.22 % gas	66.46 % oil
Dakota -	27.78 % gas	33.54 % oil

These percentages 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: Bureau of Land Management  
NMOCD - Santa Fe

# Canyon Largo Unit #239E

Sec. 1, T25N R06W

Rio Arriba County, New Mexico

## Production Allocation Based On 1997 Production

	1997 Production			% Allocation	
	MCF	Bbl Oil		% Gas	% Oil
Dakota	63,208	443		27.78%	33.54%
Mesa Verde	164,321	878		72.22%	66.46%
Total	227,529	1,321		100.00%	100.00%

### Gas Allocation:

Dakota (Total Dakota Production) 63,208 MCF  
----- = 27.78%  
(Total Combined Production) 227,529 MCF

Mesa Verde (Total Mesa Verde Production) 164,321 MCF  
----- = 72.22%  
(Total Combined Production) 227,529 MCF

### Oil Allocation:

Dakota (Total Dakota Production) 443 Bbl Oil  
----- = 33.54%  
(Total Combined Production) 1,321 Bbl Oil

Mesa Verde (Total Mesa Verde Production) 878 Bbl Oil  
----- = 66.46%  
(Total Combined Production) 1,321 Bbl Oil