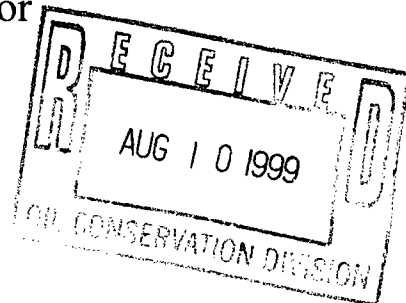




United States Department of the Interior

BUREAU OF LAND MANAGEMENT

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



IN REPLY REFER TO:

SF-081078
3162.3-2 (07100)

JUL 28 1999

Burlington Resources Oil and Gas Company
Attn.: Peggy Bradfield
P.O. Box 4289
Farmington, NM 87499

Re: Well No. 7E Albright
Lease No. SF-081078
SESE 22-29N-10W
San Juan County, NM

Dear Ms. Bradfield:

Reference is made to your application dated April 8, 1999, requesting authorization to down hole commingle gas and associated liquid hydrocarbons from the Mesaverde and Dakota formations in the above referenced well. After reviewing the information you supplied, we concur with the fixed allocation factors established in your application. Authorization is hereby given to allocate production in accordance with the factors outlined below:

<u>Formation</u>	<u>Gas</u>	<u>Oil</u>
Mesaverde	58.9%	30.65%
Dakota	41.10%	69.35%

Commingled production from each zone must be reported in accordance with these established allocation factors. The effective date of commingling will be the date commingling first occurs.

If you have any questions regarding the above, contact Jim Lovato at (505) 599-6367.

Sincerely,

/s/ Duane W. Spencer

Duane Spencer
Team Leader, Petroleum Management Team

cc:

NMOCD, Santa Fe
NMOCD, Aztec