

RECEIVED**JUL 30 2012****BURLINGTON
RESOURCES**Farmington Field Office
Bureau of Land Management**PRODUCTION ALLOCATION FORM**Distribution:
BLM 4 Copies
Regulatory
Accounting
Well File
Revised: March 9, 2006Status
PRELIMINARY ☐
FINAL ☒
REVISED ☐Commingle Type
SURFACE ☐ DOWNHOLE ☒
Type of Completion
NEW DRILL ☒ RECOMPLETION ☐ PAYADD ☐ COMMINGLE ☐Date: **7/25/12**
API No. **30-045-35287**
DHC No. **DHC4511**
Lease No. **SF-078356-A**Well Name
Huerfanito UnitWell No.
85M

Unit Letter C	Section 26	Township T027N	Range R009W	Footage 710' FNL & 1385' FWL	County, State San Juan County, New Mexico
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Completion Date 6/13/2012	Test Method HISTORICAL <input type="checkbox"/> FIELD TEST <input checked="" type="checkbox"/> PROJECTED <input type="checkbox"/> OTHER <input type="checkbox"/>
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**RCVD AUG 13 '12
OIL CONS. DIV.
DIST. 3**

FORMATION	GAS	PERCENT	CONDENSATE	PERCENT
MESAVERDE	165 MCFD	18%		18%
MANCOS	202 MCFD	22%		22%
DAKOTA	544 MCFD	60%		60%
	911			

JUSTIFICATION OF ALLOCATION: These percentages are based upon isolated flow tests from the Mesaverde, Mancos & Dakota formations during completion operations. Initial Oil allocation will be the same as the gas initial allocation until the first liquid sale is completed. After completing the first liquid sale and using known Dakota and Mesaverde liquid yields from offset Stand Alone wells a system of linear equations will be solved for Mancos liquid yield, and that Mancos liquid yield will be used in conjunction with the Mesaverde and Dakota liquid yields to calculate the oil allocations. The oil allocation will be calculated in a way that is a function of individual formation Gas production and Individual formation liquid yields.

APPROVED BY	DATE	TITLE	PHONE
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