

NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE 1000 RIO SRAZOS ROAD AZTEC HIII 67410 (505) 334-6178 FAX: (805) 334-6170

http://emnrd.state.nm.ue/cod/District III/Science Na

GARY E. JOHNSON

Jennifer A. Salisbury CASINET SECRETARY

October 20, 1998

Ms Peggy Bradfield Burlington Resources O&G Co PO Box 4289 Farmingtor NM 87499-4289

Re: Canyon Largo Unit #239E, F-01-25N-06W, API# 30-039-25549, DHC

Dear Ms Bradfield:

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

	Gas	Oil
Mesaverde	72%	66%
Dakota	28%	34%

Yours truly,

Ernie Busch

District Geologist/Deputy O&G Inspector

Errie Busil

cc: Jim Lov

Jim Lovato-Farmington BLM

David Catanach-NMOCD Santa Fe

well file

CLU#239E.dhe

BURLINGTON RESOURCES

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:

Nesa Verde -Dakota - 72.22 % gas 66.46 % oil 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		% Alloca	tion
	MCF	Bbl Oil	% Gas	% Oil
Dakota	63,208	443	27.78%	33.54%
Mesa Verce	164,321	878	72.22%	66.46%
Tota⊦	227,529	1,321	100.00%	100.00%

Gas Allocation: Dakota	(Total Dakota Production)	63,208 MCF	
	(Total Combined Production)	= 27.78 % 227,529 MCF	
Mesa Verde	(Total Mesa Verde Production)	164321 MCF	
	(Total Combined Production)	= 72.22 % 227529 MCF	
Oil Alloca:ion: Dakota	(Total Dakota Production) (Total Combined Production)	443 Bbl Oil = 33.54% 1,321 Bbl Oil	
Mesa Verce	(Total Mesa Verde Production) (Total Combined Production)	878 Bbl Oil = 66.46% 1,321 Bbl Oil	