

NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

AZTEC DISTRICT OFFICE
1000 RIO BRAZDE ROAD
AZTEC NIE 67410
(805) 334-6179 FAX: (806) 334-6170
http://www.fistor.new.us/eod/District Wildelstric New

GARY E. JOHNSON

Jennifer A. Salisbury

October 20, 1998

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

Re Canyon Largo Unit #447, G-24-25N-07W, API# 30-039-25480, DHC

Dear Ms Bradfield:

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

	Gas	Oil
Gallup	67%	56%
Dakota	33%	44%

Yours truly,

Érnie Busch

District Geologist/Deputy O&G Inspector

cc: Jim Lovato-Farmington BLM

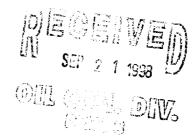
David Catanach-NMOCD Santa Fe

well file

CLU#447 dhe

BURLINGTON RESOURCES

SAN JUAN DIVISION



September 17, 1998

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

Ré:

Canyon Largo Unit #447

1510'FNL, 1615'FEL, Section 24, T-25-N, R-7-W, Rio Arriba County

30-039-25480

Gentlemen:

The above referenced well is a Gallup/Dakota commingle. Order DHC-1742 was issued for the commingling. The following allocation formula is submitted for your approval:

Gallup -

67 % gas

56.2 % oi

Dakota -

33 % gas

43.8 % oil

These percentages are based on historic production from the Gallup and Dakota.

Please let me know if you have any questions.

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Sincerely.

Peggy Bradfield

Regulatory/Compliance Administrator

XC:

Bureau of Land Management

NMOCD - Santa Fe

Canyon Largo Unit No. 447 Proposed Allocation Formula

Production allocation based on Cumulative Production through August, 1997

Gallup Dakota	MCF 71,312 35,062 106,374		
Gallup Dakota	Bbl. Oil 3,112 2,422 5,534		
Gas Allocation:	THE P. L. C.	(74.040.440.7)	
Gallup % =	(Total Gallup Production)	(/1,312 MCF) =	67.0%
•	(Total Combined Production)		
Dakota % =	(Total Dakota Production)	(35,062 MCF)	- 00.007
	(Total Combined Production)		33.0 %
Oil Allocation:			
Gallup % =	(Total Gallup Production)	(3,112 Bbl. Oil)	56.2%
	(Total Combined Production)		
Dakota % =	(Total Dakota Production)	•	49.00/
	(Total Combined Production)		43.8%