



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

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

JAN - 6 2000

IN REPLY REFER TO:

SF-079493A
3162.3-2 (07100)

Burlington Resources Oil and Gas Company
Attn.: Peggy Cole
P.O. Box 4289
Farmington, New Mexico 87499-4289

Re: Well No. 27 SWSW 26-27N-5W
Lease No. SF-079493A
SWSW 26-27N-5W
San Juan County, NM



Dear Mrs Cole:

Reference is made to your application requesting authorization to down hole commingle gas and associated liquid hydrocarbons from the Pictured Cliffs and Mesaverde formations in the above referenced well. After reviewing your application and the well completion information you supplied, we concur with using the following fixed allocation factors:

<u>Formation</u>	<u>Gas</u>	<u>Oil</u>
Mesaverde	68%	50%
Pictured Cliffs	32%	50%

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,

Chip Harraden

Chip Harraden
Acting Team Leader, Petroleum Management Team

cc:
NMOCD, Santa Fe
✓ NMOCD, Aztec