

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 NMSF-079491 3162.7 (07100)

April 17, 2001

Burlington Resources Oil & Gas Company P.O. Box 4289 Farmington, NM 87499

RE:

San Juan 27-5 #100, M 1, 27N 5W

NMSF-079491 lease

Unacceptable Allocation Factors

San Juan County, NM

Dear Ms. Cole:



We have received your allocation factors and your Application for Downhole Commingling of the Mesaverde and Dakota formations in the above listed well. In two letters we have received dated 8-15-98 and 11-10-00 the gas allocation factors are unacceptable because both 7% and 1% for the Dakota are below the historical decline for this well.

Allocation Factors dated August 15,1998

Well Name	Location	API#	Mesaverde Allocation		Dakota Allocation		Effective Date	
San Juan 27-5 #100	M sec 1, T27N, R5W	30039-08114	93% gas	0% oil	7% gas	100% oil	MV/DK	7-7-98

Allocation Factors dated November 10, 2000

Well Name	Location	API#	Mesaverde Allocation	Dakota Allocation	Effective Date	
San Juan 27-5 #100	M sec 1, T27N, R5W	30039-08114	99% gas 50% oil	1% gas 50% oil	MV/DK 7-7-98	

It is required that you review and resubmit revised allocation factors. If you have any questions, please contact Joe Hewitt at (505) 599-6365.

Under the provisions of 43 CFR 3165.3, you may request an Administrative Review of any instructions, orders, or decisions issued by the Authorized Officer. Such a request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management, P.O. Box 27115, Santa Fe, New Mexico 87502-0115. Such a request will not result in a suspension of the instructions, orders, or decision unless the reviewing official so determines. Procedures governing appeals from the instructions, orders, or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et seq.

Sincerely,

Joe Hewitt

Geologist, Petroleum Management Team

cc: NMOCD, Santa Fe, NM NMOCD, Aztec, NM allol.?
Posted?