

## 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: SF-078622 3162.7 (07100)

March 20,2002

Ms. Peggy Cole Burlington Resource P.O. Box 4289 Farmington, NM 87401

RE: Accept Commingle Applications and Allocation Method

Dear Ms. Cole

We have received your allocation factors and your Application for Downhole Commingling of the well listed below. We hereby accept your allocation factors using rate-time reserve estimate comparisons for each respective formation. DHC-2795 was issued for this well.

Lively # 18E

410' FNL - 750' FWL: D Section 1, T-26-N, R-8-W

30045-24581; San Juan Co, New Mexico

Gas: Chacra 16%

Mesaverde 73% Dakota 11%

Oil: Chacra 0%

Mesaverde 2% Dakota 98%

Commingled production from each zone must be reported in accordance with the allocation factors identified above. The effective date will be the date downhole commingling actually occurs.

If you have any questions, please contact Matt Halbert at 505-599-6350

Sincerely,

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/s/ fim Lovato

Jim Lovato

Team Leader, Petroleum Management Team

CC

NMOCD, Aztec, NM NMOCD, Santa Fe, NM

bcc:

Il file (1) see above

DOMR Suspense (M Halbert)

07100: M Halbert: 3/19/02 X 6350: Burlington Lively # 18E