



# 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:  
3162.7 (07100)

January 14, 2002

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

RE: Unacceptable Allocation Factors

Dear Ms. Cole:

We have received your allocation factors and your Application to Downhole Commingle the wells listed below. After review, we disagree with your submitted allocation factors because production data on file was not consistent with the allocation factors provided. In addition, since production data is available for condensate, allocation for oil must also be provided.

### Unacceptable Allocation Factors

| Well Name               | Lease      | Location            | API#        | Formation Allocation | Formation Allocation   |
|-------------------------|------------|---------------------|-------------|----------------------|------------------------|
| San Juan 27-4 Unit #99B | SF-080674  | K sec 16, T27N, R4W | 30039-26376 | MV gas 62%<br>Oil 0% | DK gas 38%<br>Oil 0%   |
| San Juan 28-5 Unit #35  | SF-080505B | M sec 19, T28N, R5W | 30039-07356 | MV gas 86%<br>Oil 0% | DK gas 14%<br>Oil 100% |
| Howell L #4R            | SF-078385A | sec 34, T30N, R8W   | 30045-27576 | MV gas 66%<br>Oil 0% | PC gas 34%<br>Oil 0%   |
| Grenier A #8B           | SF-077282  | sec 35, T30N, R10W  | 30045-30326 | MV gas 71%<br>Oil 0% | CH gas 29%<br>Oil 0%   |
| Sanchez #3B             | NM-06738   | sec 37, T30N, R10W  | 30045-30406 | MV gas 80%<br>Oil 0% | CH gas 20%<br>oil 0%   |

### Need oil allocation

| Well Name                | Lease      | Location            | API#        | Formation Allocation | Formation Allocation    |
|--------------------------|------------|---------------------|-------------|----------------------|-------------------------|
| San Juan 27-5 Unit #170M | SF-079394  | P sec 34, T27N, R5W | 30039-26295 | MV gas 59%<br>Oil 0% | DK gas 41%<br>Oil 0%    |
| Riddle B #5              | SF-078200B | sec 23, T30N, R10W  | 30045-20353 | DK gas 93%<br>Oil 0% | Gallup gas 7%<br>Oil 0% |

It is required that you review and resubmit revised allocation factors. If you have any questions, please contact Adrienne Garcia at (505) 599-6358 or the undersigned with this office at (505) 599-6367.

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,

Jim Lovato  
Team Leader, Petroleum Management Team

cc: NMOCD, Santa Fe, NM  
NMOCD, Aztec, NM

bcc: 7 well files  
DOMR  
07100:AGarcia:1/14/02:x6358.Burlington