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
San Juan 28-5 Unit
3162.7 (07100)

January 12, 2001

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

RE: San Juan 28-5 Unit
Allocation Factors
San Juan County, NM

Dear Ms. Cole:

We have received your Application for Downhole Commingling of the Blanco Mesaverde and Basin Dakota formations for several wells in the San Juan 28-5 Unit. After review of your application we disagree with your submitted allocation factors on the following wells. The Dakota gas is under allocated as it does not match the historic decline in these wells.

Unacceptable Allocation Factors for San Juan 28-5 Unit Mesaverde and Dakota

Well Name	Location	API#	Mesaverde Allocation	Dakota Allocation	Effective Date
San Juan 28-5 #78	M sec 25, T28N, R5W	30039-20105	94% gas 0% oil	6% gas 0% oil	MV/DK 6-20-98
San Juan 28-5 #91M	E sec 14, T28N, R5W	30039-23846	99% gas 0% oil	1% gas 100% oil	MV/DK 6-26-98

It is required that you review and resubmit revised allocation factors. If you have any questions, please contact Joe Hewitt with this office 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
Joe Hewitt
Geologist, Petroleum Management Team

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