

NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE
1000 RIO BRAZOS ROAD
AZTEC NM 87410
(505) 334-6178 FAX: (505) 334-6170
http://emnrd.state.nm.us/ocd/District III/3distric.htm

GARY E. JOHNSON Governor

Jennifer A. Salisbury
Cabinet Secretary

November 9, 1999

Ms. Peggy Cole Burlington Resources O&G Co PO Box 4289 Farmington NM 87499-4289

Re:

Frontier E #1E, 04-27N-11W, API# 30-045-24102, DHC

Dear Ms. Cole:

Your recommended allocation of commingled production for the referenced well is hereby accepted as follows:

Gallup Dakota Gas 13% Oil

87%

68% 32%

Yours truly,

Ernie Busch

District Geologist/Deputy O&G Inspector

Ennie Busch

EB/mk

cc:

Jim Lovato-Farmington BLM

David Catanach-NMOCD Santa Fe

Well file

FRONTIEREHIEDHC

BURLINGTON RESOURCES

July 12, 1999

New Mexico Oil Conservation Division 1000 Rio Brazos Road Aztec, New Mexico 87410

Re[.]

Frontier E #1E

Section 4, T-27-N, R-11-W

30-045-24102

Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well. DHC-2358 was issued for this well.

OIL CON. DIV.

Gas:

Gallup

13.36%

Dakota

86.64%

Oil:

Gallup

68.20%

Dakota

31.80%

These allocations are based on historical production from the Gallup and Dakota. Please let me know if you have any questions.

Sincerely,

Peggy Bradfield

Regulatory/Compliance Administrator

Xc:

NMOCD - Santa Fe

Bureau of Land Management - Farmington

Frontier E #1E Sec. 4, T27N R11W San Juan County, New Mexico

Production Allocation Based On Gas Cumulative Production Through 02/99 and Oil Cumulative Production Through 11/98

| | Cumulative Production | | % Allocation | |
|--------|-----------------------|---------|--------------|---------|
| | MCF | Bbl Oil | % Gas | % Oil |
| Dakota | 1,167,040 | 6,199 | 86.64% | 31.80% |
| Gallup | 180,030 | 13,295 | 13.36% | 68.20% |
| Total | 1,347,070 | 19,494 | 100.00% | 100.00% |

| Gas Allocation: Dakota | (Total Dakota Production) | 1,167,040 MCF = 86.64% | |
|------------------------|-----------------------------|---------------------------|--|
| | (Total Combined Production) | | |
| Gallup | (Total Gallup Production) | 180030 MCF | |
| Canap | (Total Combined Production) | | |
| Oil Allocation: | | | |
| Dakota | (Total Dakota Production) | 6,199 Bbl Oil | |
| | (Total Combined Production) | 19,494 Bbl Oil | |
| Gallup | (Total Gallup Production) | 13,295 Bbl Oil | |
| , | (Total Combined Production) | 19,494 Bbl Oil | |