



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:
NMNM03202
3162.7 (07100)

December 14, 2000

Ms. Peggy Cole
Burlington Resources
P.O. Box 4289
Farmington, NM 87499

RE: Approved Allocation Factors
San Juan #10
M Sec. 10, T. 30 N., R. 10 W.
30-045-09612

Dear Ms. Cole:

We have received your revised allocation factors for the San Juan #10 well. After review, we hereby approve your application for downhole commingling using the subtraction method and the Pictured Cliffs cumulative production through 12/97. The effective date is the date that downhole commingling occurred. The approved allocation factors are:

Pictured Cliffs	1% OIL	16% GAS
Mesa Verde	99% OIL	84% GAS

In a letter from Burlington Resources, dated 2/4/00, the BLM and the NMOCD were notified that Pictured Cliffs gas/oil allocation would be 18.62% and 0% and that the Mesa Verde would be 81.38% and 100% respectively. Our production data indicates that is the current gas allocation factors being used while the Pictured Cliffs is being allocated most of the current oil production.. If you have any questions, please contact Joe Hewitt with this office at (505) 599-6365.

Sincerely,

Joe Hewitt,
Geologist, Petroleum Management Team

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