

IN REPLY REFER TO: 3162.7 (07100)

Ms. Peggy Cole **Burlington Resources**

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office 1235 La Plata Highway, Suite A Farmington, New Mexico 87401

February 19, 2002

PO Box 4289 Farmington, NM 87499

Accept downhole commingle applications & allocation factors

RE:

Dear Ms. Cole:

The following wells were reviewed for downhole commingling. After reviewing the production history for these wells, we concur with the allocation factors established in your application. The effective date is the date that downhole commingling actually occurs. The wells and the approved allocation factors are listed below. In the case where oil allocation factors were not provided, it was agreed upon that the proportions established for gas would also be used for oil.

Well Name	Lease/CA#	Location	API#	Formation Allocation	Formation Allocation
Neudecker #7	SF-080655	sec 13, T29N, R10W	3004508255 1) Hc 1971	MV gas 60% Oil 60%	DK gas 40% Oil 40%
Allison Unit Com #76	FEE MV(NMNM104872) DK(NMNM104873)	sec 31, T32N, R6W	3004530677 OHC5781 2	MV gas 69% Oil 0%	DK gas 31% Oil 0%

If you have any questions, please contact Adrienne Garcia at (505) 599-6358 or the undersigned with this office at (505) 599-6367.

Sincerely,

/s/ .Jim Lavato

Jim Lovato Team Lead, Petroleum Management Team

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

bcc: Well file,T&R, Allison MV(NMNM104872), DK(NMNM104873)

07100:AGarcia:2/19/02:x6358:Burlington

