

Ezeanyim, Richard, EMNRD

From: Earl E. DeBrine [edebrine@modrall.com]
Sent: Thursday, May 12, 2011 11:51 AM
To: Ezeanyim, Richard, EMNRD
Cc: Michael Campbell; bob.grable@kellyhart.com; John R. Cooney; Brooks, David K., EMNRD;
Ocean Munds-Dry
Subject: RE: Concho's overproduction

Richard,

Apache has calculated its overproduction from the date it began operating the wells through April, 2011 as follows:

Total Over Produced Oil Production from 9/2010 through 4/2011 = 19820 BO
Total Over Produced Gas Production from 9/2010 through 4/2011 = 198673 MCF

Apache



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From: Ocean Munds-Dry [<mailto:Omundsdry@hollandhart.com>]
Sent: Thursday, May 12, 2011 11:13 AM
To: Ezeanyim, Richard, EMNRD; Michael Campbell; bob.grable@kellyhart.com; John R. Cooney; Earl E. DeBrine; Brooks, David K., EMNRD
Subject: Concho's overproduction

Richard:

As you requested Concho has calculated its overproduction to be as follows:

Oil 752,419 BBLs
Gas 7,787,698 MCF

These numbers are as of February 2011.

Ocean Munds-Dry
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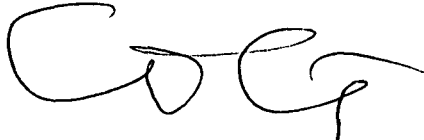
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HOLLAND & HART



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Calculation of Overproduction

- Using Existing OCD Rules
- Using Burnett's Proposed Allowables

	Existing Rules		Burnett Proposed Rules *	
	Oil Overproduction, MBO	Gas Overproduction, mmcf	Oil Overproduction, MBO	Gas Overproduction, mmcf
Burnett Vertical Units	193	359	25	90
Burnett Horizontal Units	204	151	3	1
Burnett Total	397	510	28	91
COG ¹	2,618	7,804	400	1,100
COG ²	3,464	9,735	1,527	4,484

*Burnett's Proposed Rules - 187 bopd oil allowable & 2,000 GOR Limit

¹COG properties identified in Bates #86 & #83

²All COG properties identified in T17S, R29E-30E-31E-32E

Data Currency: 12/2010

New Mexico OCD
Consolidated Hearing Cases:
14613 & 14647
Burnett Oil Co., Inc. /
Hudson Oil Company of Texas
Exhibit # 45

BURNETT OIL CO., INC.

6666

7261

	No. Wellbores in			No. Wellbores in Max			Per Wellbore Overage in	
	Total Overage, BO	Overproduced Proration Units	Overage per Wellbore	Max Proration Unit Overage, BO	Overproduced Proration Unit	Max Overproduced Proration Units		
APACHE CORP	184,735	35	5,278	56,165	2	28,083		
BURNETT OIL CO INC	271,959	23	11,824	101,003	3	33,668		
CHEVRON U S A INC	10,136	14	724	4,113	5	823		
CIMAREX ENERGY CO. OF COLORADO	126,827	34	3,730	34,459	4	8,615		
COG OPERATING LLC	752,419	265	2,839	81,166	4	20,292		
PREMIER OIL & GAS INC	111,823	26	4,301	35,678	4	8,920		