BURLINGTON RESOURCES

March 12, 2002

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

Re:

San Juan 27-5 Unit #70 G Section 8, T-27-N, R-5-W

30-039-07131





Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well for the Lewis and Menefee pay add that was completed 5-9-01. DHC-2736 was issued for this well.

Gas:

Mesaverde

66%

Dakota

34%

Oil:

Mesaverde

83%

Dakota

17%

These percentages were calculated using rate-time reserve estimate comparisons for each respective formation. Because the Lewis and Menefee formations were the only formations added during operations, the oil allocation has stayed the same as it was prior to working over the well. Please let me know if you have any questions.

Sincerely

Pegay Cole

Regulatory Supervisor

Xc:

NMOCD - Santa Fe

Bureau of Land Management

3401 East 30th, Post Office Box 4289, Farmington, NM 87499 505-326-9727 Fax: 505-326-9563

Production Allocation Documentation

San Juan 27-5 Unit #70

Production Allocation Based on Remaining Reserves Lewis Payadd May 2001

GAS

 RR
 Allocation %

 Dakota
 447.2
 34%

All <u>1,333.6</u>

Mesaverde 886.3 66%

Condensate

Since only the Lewis was added, and the Lewis is not an oil-producing formation, the condensate allocation remains the same.



