AZTEC DISTRICT OFFICE
1000 RID SRAZDS ROAD
AZTEC NM 67410
(800) 334-6170 FAX: (800) 334-4170

CONTRACTOR OF THE PROPERTY OF

GARY E. JOHNSON

Jennifer A. Salisbury

October 20, 1998

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

Re: San Juan 27-5 Unit #97M, D-31-27N-05W, API# 30-039-23728, DHC

Dear Ms Bradfield:

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

	Gas	Oıl
Mesaverde	38%	53%
Dakota	62%	47%

Yours truly,

Ernie Busch

District Geologist/Deputy O&G Inspector

cc: Jim Lovato-Farmington BLM

David Catanach-NMOCD Santa Fe

well file

275497m. de

BURLINGTON RESOURCES

SAN JUAN DIVISION

SEP 2 1 1998
OIL COM. DIV.

September 17, 1998

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

Re:

San Juan 27-5 Unit #97M

1000' FNL 1000' FWL, Section 31, T-27-N, R-5-W, Rio Arriba County

30-039-23728

Gentlemen:

The above referenced well is a Mesa Verde/Dakota commingle. Order DHC-1716 was issued for the commingling. The following allocation formula is submitted for your approval:

Mesa Verde -

37.6 % gas

52.5% oil

Dakota -

∕52.4 % gas

47.5 % oi

These percentages are based on historic production from the Mesa Verde and Dakota.

Please let me know if you have any questions.

Star huld

Sincerely,

Peggy Bradfield

Regulatory/Compliance Administrator

XC:

Bureau of Land Management

NMOCD - Santa Fe

San Juan 27-5 Unit No. 97M Proposed Allocation Formula

Production allocation based on production over the four year period 1993 to 1996

Mesa Verde Dakota	MCF 53,939 69,959	<u>80,952</u>	MCF 17,748 61,546	1996 MCF 56,295 54,102 110,397	MCF 160,322 266,559	
Mesa Verde Dakota	<u>Bbl. Oil</u> 1,423 <u>1,159</u>	<u>Bbl. Oil</u> 1,588	Bbl. Oil 1,602 1,519	1996 Bbl. Oil 1,632 1,650 3,282	Bbl. Oil 6,245 5,656	
Gas Allocation: Mesa Verde % =	(Total Mesa Verde Production) (Total Combined Production)				37.60%	
Dakota % =	(Total Dakota Production) (Total Combined Production)				=	62.40%
Oil Allocation: Mesa Verde % =	(Total Mesa Verde Production) (Total Combined Production)				=	52.50%
Dakota % =	(Total Dakota Production)(Total Combined Production)				=	47.50%