

BURLINGTON RESOURCES

September 17, 2001

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

Re: San Juan 29-7 Unit #106M
C Section 36, T-29-N, R-7-W
30-039-23940

Gentlemen:

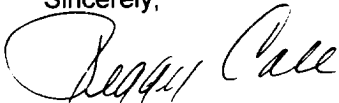
Attached is a copy of the allocation for the commingling of the subject well. DHC-1933 was issued for this well.

Gas: Mesaverde 61%
Dakota 39%

Oil: Mesaverde 85%
Dakota 15%

These allocations are based on cumulative production data from the Mesaverde and Dakota. Please let me know if you have any questions.

Sincerely,


Peggy Cole
Regulatory Supervisor

Xc: NMOCD – Santa Fe
Bureau of Land Management



**San Juan 29-7 Unit #106M
Production Allocation**

Gas

*Mesaverde Cumulative	750,827 Mcf	61%
Dakota Cumulative	482,257 Mcf	39%
Total:	1,233,084	100.0%

Oil

*Mesaverde Cumulative	2,453.0 BBL	85%
Dakota Cumulative	435.0 BBL	15%
Total:	2,888	100.0%

*Allocation Formula Basis: The fixed percentages are based on cumulative production (9/80 - 12/97)