BURLINGTON RESOURCES

OL CONSERVATION DIV.

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April 23, 2002

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

Re:

San Juan 27-5 Unit #105M O Section 11, T-27-N, R-5-W 30-039-22435

REVISED

Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well for the Lewis pay add that was completed 7-17-01. DHC-1503 was issued for this well.

Gas:

Mesaverde

63%

Dakota

37%

Oil:

Mesaverde

48%

Dakota

52%

These percentages were calculated using rate-time reserve estimate comparisons for each respective formation. Because the Lewis formation was the only formation 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,

Peggy Cole

Regulatory Supervisor

Xc:

NMOCD - Santa Fe

Bureau of Land Management

Production Allocation Documentation

San Juan 27-5 Unit #105M

Production Allocation
Based on Remaining Reserves
Lewis Payadd July 2001

REVISED

<u>GAS</u>

<u>RR</u>

Allocation %

Dakota

407.7

37%

ΑII

1,112.7

Mesaverde

705.1

63%

Condensate

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