

Sanchez #3E
Sec. 34, T30N R10W
San Juan County, New Mexico

**Production Allocation Based On Gas Cumulative Production Through 02/99
And Oil Cumulative Production Through 11/98**

	Cumulative Production		% Allocation	
	MCF	Bbl Oil	% Gas	% Oil
Mesa Verde	780,225	1,866	48.66%	34.89%
Dakota	823,346	3,482	51.34%	65.11%
Total	1,603,571	5,348	100.00%	100.00%

Gas Allocation:

Mesa Verde
(Total Mesa Verde Production) 780,225 MCF

(Total Combined Production) 1,603,571 MCF = **48.66%**

Dakota
(Total Dakota Production) 823,346 MCF

(Total Combined Production) 1,603,571 MCF = **51.34%**

Oil Allocation:

Mesa Verde
(Total Mesa Verde Production) 1,866 Bbl Oil

(Total Combined Production) 5,348 Bbl Oil = **34.89%**

Dakota
(Total Dakota Production) 3,482 Bbl Oil

(Total Combined Production) 5,348 Bbl Oil = **65.11%**

BURLINGTON RESOURCES

July 12, 1999

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

Re: Sanchez #3E
Section 34, T-30-N, R-10-W
30-045-25058

Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well. DHC-1489 was issued for this well.

Gas:	Mesa Verde	48.66%
	Dakota	51.34%
Oil:	Mesa Verde	34.89%
	Dakota	65.11%

These allocations are based on historical production from the Mesa Verde and Dakota. Please let me know if you have any questions.

Sincerely,



Peggy Bradfield
Regulatory/Compliance Administrator

Xc: NMOCD – Santa Fe
Bureau of Land Management – Farmington