BURLINGTON RESOURCES

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

Re:

Lambe #1B

NENW, Section 21, T-31-N, R-10-W

30-045-30744

San Juan County, New Mexico



Gentlemen:

The above referenced well is a Mesaverde/Dakota commingle. Attached is a copy of the allocation for the commingling of the subject well completed on July 10, 2003. DHC1032az was issued for this well.

Gas:

Mesa Verde

74%

Dakota

26%

Oil:

Mesa Verde

74%

Dakota

26%

These percentages are based upon isolated flow test from the Mesaverde and Dakota during completion operations. Oil was not present during flow test operations. For that reason, oil percentages are based upon gas allocation and are provided in the event this wellbore begins producing oil at some point in the future. Please let me know if you have any questions.

Sincerely,

Peggy Cole

Regulatory Supervisor

Xc:

NMOCD - Santa Fe

Bureau of Land Management

PRODUCTION ALLOCATION FORMULA USING WELL TEST INFORMATION

Lambe 1B

(Mesaverde/Dakota) Commingle Unit C, 21-T31N-R10W San Juan County, New Mexico

Allocation Formula Method:

Separator test from Mesaverde = 741 MCFD & 0 BO

Separator test from Dakota = $\underline{267 \text{ MCFD } \& 0 \text{ BO}}$

GAS:

$$\frac{\text{(MV) 741 MCFD}}{\text{(MV/ DK) } 1008 \text{ MCFD}} = \text{(MV) \% } \frac{\text{Mesaverde } 74\%}{\text{Mesaverde } 74\%}$$

$$(DK)$$
 267 MCFD = (DK) % Dakota 26% (MV/ DK) 1008 MCFD

OIL:

$$(MV) 0 BO = (MV) \% Mesaverde 74\%$$