

Florance B#1
Unit N , Section 20, 30N – 9W
San Juan County, New Mexico

Production Allocation

Commingle Date: 12/2/97

GAS

Mesaverde Production:	267	MCF/D	77%
Pictured Cliffs Production:	<u>82</u>	MCF/D	<u>23%</u>
Total:	349	MCF/D	100%

OIL

Mesaverde Production:	114 bbl	100%
Pictured Cliffs Production:	<u>0 bbl</u>	<u>0%</u>
Total:	114 bbl	100%

The daily production rates are from a production test done after the payadds were completed. The PC's production test was constant over the three hours at 82 MCF/D, but the MV's production test was declining over the 3 hours, so those three values were averaged. The oil production numbers are from 1996, the year before the work was done.

***BURLINGTON
RESOURCES***

SAN JUAN DIVISION

November 7, 1998

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

Re: Florance B #1
790' FSL, 1650' FWL, Section 20, T-30-N, R-9-W, San Juan
30-045- 09275

Gentlemen:

The above referenced well is a Mesa Verde/Pictured Cliffs commingle. Order DHC-1488 was issued for the commingling. The following allocation formula is submitted for your approval:

Mesa Verde -	77 % gas	100 % oil
Pictured Cliffs -	23 % gas	0 % oil

These percentages are based on historical production from the Mesa Verde and Pictured Cliffs.

Please let me know if you have any questions.

Sincerely,



Peggy Bradfield
Regulatory/Compliance Administrator

xc: Bureau of Land Management
NMOCD - Santa Fe