BURLINGTON RESOURCES

SAN JUAN DIVISION

November 7, 1998

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

Re:

Sunray D #2R

1065' FNL, 1000' FEL, Section 21, T-30-N, R-10-W, San Juan

30-045-23862

Gentlemen:

The above referenced well is a Mesa Verde/Pictured Cliffs commingle. Order DHC-1510) was issued for the commingling. The following allocation formula is submitted for your approval:

Mesa Verde -

75 % gas

100 % oil

Pictured Cliffs -

25 % 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

Sunray D #2R Unit A, Section 21, 30N – 10W San Juan County, New Mexico

Production Allocation

Commingle Date: 6/13/97

GAS

Pictured Cliffs Production:	67,872	MCF	75%
Mesaverde Production:	22,307	MCF	25%
Total:	90,179	MCF	100%

OIL

Mesaverde Production:	166 bbl	100%
Pictured Cliffs Production:	0 bbl	0%
Total:	166 bbl	100%

Used production data from 1/94-5/97. This was the most recent period of stable production. The production data for the oil came from 1996.