OIL CONSERVATION DN.

BURLINGTON RESOURCES

02 MAY 23 AM 11:09

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

Re:

Allison Unit NP #27

NENE, Section 30, T-32-N, R-6-W

30-045-11576

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 23, 1998. DHC-1745 was issued for this well.

Gas:

Mesa Verde

60%

Dakota

40%

Oil:

Mesa Verde

50%

Dakota

50%

These percentages are based upon reserves assigned to each formation founded on production from the respective formations before and after workover operations. Because the oil production did not increase with the addition of the Lewis and Cliff House formations, 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,

Pèggy Cole

Regulatory Supervisor

Xc:

NMOCD - Santa Fe

Bureau of Land Management

Production Allocation Documentation

Allison Unit #27

Production Allocation
Based on Remaining Reserves
Cliff House / Lewis Payadd July 1998

<u>GAS</u>

Dakota	<u>RR</u> 577.9	Allocation % 40%
All	<u>1,439.4</u>	
Mesaverde	861.5	60%

Condensate

Since condensate did not increase with the addition of the Cliff House & Lewis, condensate allocation has remained the same.