BURLINGTON RESOURCES

January 7, 2002

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

Re:

San Juan 28-5 Unit #78

M Section 25, T-28-N, R-5-W

30-039-20105

Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well after a Lewis pay add completed April 17, 2001. DHC-1756 was issued for this well.

Gas:

Mesaverde

93%

Dakota

7%

Oil:

Mesaverde

0%

Dakota

100%

These percentages were calculated using rate-time reserve estimate comparisons for each respective formation. Please let me know if you have any questions.

Sincerely,

Peggy Cole

Regulatory Supervisor

Xc: NMOCD - Santa Fe

Bureau of Land Management

Production Allocation Documentation

Allocation %

7%

San Juan 28-5 Unit #78

Production Allocation

Based on Remaining Reserves

<u>GAS</u>

 EUR
 RR

 Dakota
 885.1
 90.3

All <u>1,783.2</u> <u>1,372.8</u>

Mesaverde 1,282.5 93%

<u>OIL</u>

 EUR
 RR
 Allocation %

 Dakota
 0.0
 0%

Ali <u>2.6</u> <u>1.0</u>

Mesaverde 1.0 100%