BURLINGTON RESOURCES

SAN JUAN DIVISION

July 17, 1998

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

Re:

San Juan 28-5 Unit #68M

790'FNL, 790'FWL, Section 33, T-28-N, R-5-W, Rio Arriba County

30-039-25831

Gentlemen:

The above referenced well is a Mesa Verde/Dakota commingle. Order DHC-1858 was issued for the commingling. The following allocation formula is submitted for your approval:

These percentages are based on isolated flow tests from the Mesa Verde and Dakota during completion operations.

Mesa Verde -

74 % gas

100 % oil

Dakota -

26 % gas

0% oil

Please let me know if you have any questions.

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Sincerely,

Peggy Bradfield

Regulatory/Compliance Administrator

XC:

Bureau of Land Management

NMOCD - Santa Fe

PRODUCTION ALLOCATION FORMULA USING FLOW TEST INFORMATION

San Juan 28-5 Unit #68M (Mesaverde/Dakota)Commingle Unit D, 33-T28N-R05W Rio Arriba County, New Mexico

Allocation Formula Method:

- 3 Hour Flow Test from Mesaverde = 1221 MCFD & 1.5 BO
- 3 Hour Flow Test from Dakota = 434 MCFD & 0 BO

GAS:

OIL:

$$\frac{(MV) 1.5 \text{ BO}}{(MV \& DK) 1.5 \text{ BO}}$$
 = (MV) % Mesaverde 100%

$$(DK) 0 BO$$
 = (DK) % Dakota 0% (MV & DK) 1.5 BO