BURLINGTON RESOURCES

September 1, 1999

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

Re:

San Juan 27-5 Unit #106M C Section 1, T-27-N, R-5-W 30-039-26036

Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well. DHC-2212 was issued for this well.

Gas: Mesa Verde 51% Dakota 49%

Oil: Mesa Verde 50% Dakota 50%

These allocations are based on isolated flow tests from the Mesa Verde and Dakota during completion operations. Please let me know if you have any questions.

Sincerely,

Peggy Bradfield

Regulatory/Compliance Administrator

Xc:

NMOCD - Santa Fe

Bureau of Land Management - Farmington

PRODUCTION ALLOCATION FORMULA USING FLOW TEST INFORMATION

San Juan 27-5 Unit #106M (Mesaverde/Dakota) Commingle Unit C, 01-T27N-R05W Rio Arriba County, New Mexico

Allocation Formula Method:

- 3 Hour Flow Test from Mesaverde = <u>636 MCFD & 0.10 BO</u>
- 3 Hour Flow Test from Dakota = 606 MCFD & 0.10 BO

GAS:

OIL:

$$\frac{(MV) \, 0.10 \, BO}{(MV \, \& \, DK) \, 0.20 \, BO}$$
 = (MV) % Mesaverde 50%

$$(DK) 0.10 BO$$
 = (DK) % Dakota 50% (MV & DK) 0.20 BO