

# BURLINGTON RESOURCES

June 10, 2000

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

Re: Koch State Com #1  
G Section 36, T-29-N, R-9-W  
30-045-07680

Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well. DHC-2264 was issued for this well.

Gas:	Mesa Verde	66%
	Pictured Cliffs	34%
Oil:	Mesa Verde	100%
	Pictured Cliffs	0%

These allocations are based on historical production from the Mesa Verde and Pictured Cliffs. Please let me know if you have any questions.

Sincerely,



Peggy Cole  
Regulatory/Compliance Administrator

Xc: NMOCD – Santa Fe  
Bureau of Land Management – Farmington

**Koch State Com #1**  
**Sec. 36, T29N R9W**  
**San Juan County, New Mexico**

**Production Allocation Based On Cumulative Production Through 10/98**

	Cumulative Production			% Allocation	
	MCF	Bbl Oil		% Gas	% Oil
Pictured Cliffs	2,136,546	0		34%	0%
Mesa Verde	4,230,186	11,679		66%	100%
Total	6,366,732	11,679		100%	100%

Pictured Cliffs has not produced oil since 1971.

**Gas Allocation:**

**Pictured Cliffs** (Total Pictured Cliffs Production) 2,136,546 MCF  
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(Total Combined Production) 6,366,732 MCF = 34%

**Mesa Verde** (Total Mesa Verde Production) 4230186 MCF  
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(Total Combined Production) 6366732 MCF = 66%

**Oil Allocation:**

**Pictured Cliffs** (Total Pictured Cliffs Production) 0 Bbl Oil  
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(Total Combined Production) 11,679 Bbl Oil = 0%  
(Pictured Cliffs has not produced any oil since 1971.)

**Mesa Verde** (Total Mesa Verde Production) 11,679 Bbl Oil  
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(Total Combined Production) 11,679 Bbl Oil = 100%