BURLINGTON RESOURCES

November 23, 1999

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

Re.

San Juan 27-5 Unit #113

A Section 10, T-27-N, R-5-W

30-039-20201

Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well. /DHC-2303 was issued for this well.

Gas:

Mesa Verde

76%

Dakota

24%

Oil:

Mesa Verde

50%

Dakota

50%

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

Sincerely,

Peggy Bradfield Cole

Regulatory/Compliance Administrator

Xc:

NMOCD - Santa Fe

Bureau of Land Management - Farmington

PRODUCTION ALLOCATION FORMULA USING FLOW TEST INFORMATION

San Juan 27-5 Unit #113 (Mesaverde/Dakota) Commingle Unit A, 10-T27N-R05W Rio Arriba County, New Mexico

Allocation Formula Method:

1999 Three Month Dakota Average = 106 MCFD & 0 BO

1999 First Three Month Commingled Average = 446 MCFD & 0 BO

1999 Commingled Production - 1999 Dakota Average = Mesaverde Contribution

GAS:

$$(MV \& DK) 446 MCFD (100\%) - (DK) 106 MCFD (24\%)$$

= (MV) % Mesaverde 76%

OIL:

$$(MV \& DK) 0 BOPD (100\%) - (DK) 0 BOPD (50\%)$$

= $(MV) \% Mesaverde 50\%$