BURLINGTON RESOURCES

January 29, 2000

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

Re:

San Juan 27-4 Unit #53 J Section 30, T-27-N, R-4-W 30-039-20150

Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well. DHC-2319 was issued for this well.

Gas:

Mesa Verde

74%

Dakota

26%

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 Cole

Regulatory/Compliance Administrator

Xc:

NMOCD - Santa Fe

Bureau of Land Management - Farmington

PRODUCTION ALLOCATION FORMULA USING FLOW TEST INFORMATION

San Juan 27-4 Unit #53 (Mesaverde/Dakota) Commingle Unit J, 30-T27N-R04W Rio Arriba County, New Mexico

Allocation Formula Method:

1999 60-Day Dakota Average = <u>122 MCFD & 0 BO</u>

1999 60-Day Commingled Average = 475 MCFD & 0 BO

1999 Commingled Production - 1999 Dakota Average = Mesaverde Contribution

GAS:

(MV & DK) 475 MCFD (100%) - (DK) 122 MCFD (26%)= (MV) % Mesaverde 74%

OIL:

(MV & DK) 0 BOPD (100%) - (DK) 0 BOPD (50%)= (MV) % Mesaverde 50%