

BURLINGTON RESOURCES

September 1, 2000

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

Re: Jicarilla 150 #1E
F Section 1, T-26-N, R-5-W
30-039-23519

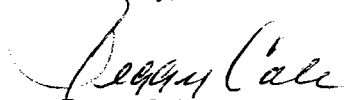
Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well. DHC-2540 was issued for this well.

Gas:	Mesa Verde	28%
	Chacra	50%
	Gallup	22%
Oil:	Mesa Verde	33 1/3%
	Chacra	33 1/3%
	Gallup	33 1/3%

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

Sincerely,


Peggy Cole
Regulatory Supervisor

Xc: NMOCD – Santa Fe
Bureau of Land Management

PRODUCTION ALLOCATION FORMULA USING FLOW TEST INFORMATION

Jicarilla 150 #1E
(Mesaverde/Gallup/Chacra) Comingle
Unit F, 1-T26N-R5W
Rio Arriba County, New Mexico

Allocation Formula Method:

3 Hour Flow Test from Mesaverde = 162 MCFD & 0 BO

3 Hour Flow Test from Chacra = 289 MCFD & 0 BO

3 Hour Flow Test from Gallup = 125 MCFD & 0 BO

GAS:

$$\frac{(MV) 162 \text{ MCFD}}{(MV/CH/GP) 576 \text{ MCFD}} = (MV) \% \text{ Mesaverde } 28\%$$

$$\frac{(CH) 289 \text{ MCFD}}{(MV/CH/GP) 576 \text{ MCFD}} = (CH) \% \text{ Chacra } 50\%$$

$$\frac{(GP) 125 \text{ MCFD}}{(MV/CH/GP) 576 \text{ MCFD}} = (GP) \% \text{ Gallup } 22\%$$

OIL:

$$\frac{(MV) 0 \text{ BO}}{(MV/DK) 0 \text{ BO}} = (MV) \% \text{ Mesaverde } 33 \frac{1}{3}\%$$

$$\frac{(DK) 0 \text{ BO}}{(MV/DK) 0 \text{ BO}} = (CH) \% \text{ Chacra } 33 \frac{1}{3}\%$$

$$\frac{(DK) 0 \text{ BO}}{(MV/DK) 0 \text{ BO}} = (GP) \% \text{ Gallup } 33 \frac{1}{3}\%$$