

BURLINGTON

RESOURCES

August 25, 2003

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

Re: San Juan 28-5 Unit #67M
O Section 21, T-28-N, R-5-W
30-039-23794



Gentlemen:

Attached is a copy of the allocation for the subject well that was commingled 8-4-03. DHC-2054 was issued for this well.

Gas: Mesaverde 56%
Dakota 44%

Oil: Mesaverde 92%
Dakota 8%

These percentages were calculated using rate-time reserve estimate comparisons for each respective formation. Oil allocation is based on cumulative production through July, 2003.

Please let me know if you have any questions.

Sincerely,


Peggy Cole
Regulatory Supervisor

Xc: NMOCD – Santa Fe
Bureau of Land Management

3401 East 30th, Post Office Box 4289, Farmington, NM 87499 505-326-9727 Fax: 505-326-9563

SAN JUAN 28-5 UNIT 67M
Unit O, Sec. 21, T28N, R05W
Rio Arriba County, New Mexico

Production Allocation Based On Remaining Reserves by Formation

	Remaining Reserves		% Allocation	
	MMSCF	* Bbl Oil	% Gas	% Oil
Mesaverde	639	4.77	56%	0%
Dakota	499	0.44	44%	0%
Total	1,138	5.21	100%	0%

Gas Allocation:

	(Total Mesaverde Production)	639 MCF	
Mesaverde	-----	-----	= 56%
	(Total Combined Production)	1,138 MCF	

	(Total Dakota Production)	498.63 MCF	
Dakota	-----	-----	= 44%
	(Total Combined Production)	1137.74 MCF	

*** Oil Allocation:**

	(Total Mesaverde Production)	5 Bbl Oil	
Mesaverde	-----	-----	= 92%
	(Total Combined Production)	5 Bbl Oil	

	(Total Dakota Production)	0 Bbl Oil	
Dakota	-----	-----	= 8%
	(Total Combined Production)	5 Bbl Oil	

* Oil Allocation based on cumulative production through 07/03.