SJ274#39MDHC

BURLINGTON RESOURCES

September 22, 1999

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

Re:

San Juan 27-4 Unit #39M E Section 5, T-27-N, R-4-W 30-039-26016

Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well. DHC-2226 was issued for this well.

Gas: 1

Mesa Verde

81%

Dakota

19%

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 #39M (Mesaverde/Dakota) Commingle Unit E, 05-T27N-R4W Rio Arriba County, New Mexico

Allocation Formula Method:

- 3 Hour Flow Test from Mesaverde = 1,715 MCFD & 0 BO
- 3 Hour Flow Test: from Dakota = 397 MCFD & 0 BO

GAS:

$$(MV) 1,715 \text{ MCFD}$$
 = (MV) % Mesaverde 81% (MV & DK) 2,112 MCFD

OIL:

$$(DK) 0 BO = (DK) \% Dakota 50\%$$