

BURLINGTON RESOURCES

October 8, 2001

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

Re: San Juan 27-5 Unit #18
K Section 36, T-27-N, R-5-W
30-039-06813



Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well. DHC-326az was issued for this well.

Gas:	Pictured Cliffs	11%
	Mesaverde	89%
Oil:	Pictured Cliffs	0%
	Mesaverde	0%

These allocations are based on cumulative production data through August, 2001 from the Pictured Cliffs and Mesaverde. Please let me know if you have any questions.

Sincerely,

Peggy Cole
Regulatory Supervisor

Xc: NMOCD – Santa Fe
Bureau of Land Management

SAN JUAN 27-5 UNIT 18
Unit K Sec. 36 T27N R05W
Rio Arriba County, New Mexico

Production Allocation Based On Cumulative Production Through 08/01

	Current Production			% Allocation	
	MMSCF	Bbl Oil		% Gas	% Oil
Pictured Cliff	68	0		11%	0%
Mesa Verde	552	XX		89%	0%
Total	620	0		100%	0%

Gas Allocation:

Pictured Cliff (Total Pictured Cliff Production) 68 MCF

(Total Combined Production) 620 MCF = **11%**

Mesa Verde (Total Mesa Verde Production) 552 MCF

(Total Combined Production) 620 MCF = **89%**

Oil Allocation:

Pictured Cliff (Total Pictured Cliff Production) 0 Bbl Oil

(Total Combined Production) 0 Bbl Oil = **0%**

Mesa Verde (Total Mesa Verde Production) XX

(Total Combined Production) 0 Bbl Oil = **0%**