

# BURLINGTON RESOURCES

October 17, 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-288az was issued for this well.

Gas: Pictured Cliffs 11%  
Mesaverde 89%

Oil: Pictured Cliffs 50%  
Mesaverde 50%

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

Sincerely,

A handwritten signature in cursive script that reads "Peggy Cole".

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	0.02		11%	50%
Mesa Verde	552	0.02		89%	50%
Total	620	0.04		100%	100%

**Gas Allocation:**

	(Total Pictured Cliff Production)	68 MCF	
<b>Pictured Cliff</b>	-----		= 11%
	(Total Combined Production)	620 MCF	

	(Total Mesa Verde Production)	552 MCF	
<b>Mesa Verde</b>	-----		= 89%
	(Total Combined Production)	620 MCF	

**Oil Allocation:**

	(Total Pictured Cliff Production)	0.02	
<b>Pictured Cliff</b>	-----		= 50%
	(Total Combined Production)	0.04	

	(Total Mesa Verde Production)	0.02	
<b>Mesa Verde</b>	-----		= 50%
	(Total Combined Production)	0.04	