BURLINGTON RESOURCES

November 25, 2000

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

Re:

San Juan 27-5 Unit #20 A Section 35, T-27-N, R-5-W

30-039-06844

Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well. DHC-2625 was issued for this well.

Gas:

Mesa Verde

50%

Pic.Cliffs

50%

Oil:

Mesa Verde

50%

Pic.Cliffs

50%

These allocations are based on isolated flow tests from the Mesa Verde and Pictured Cliffs 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

San Juan 27-5 #20 (Pictured Cliffs / Mesaverde) Commingle Unit A, 35-T27N-R5W Rio Arriba County, New Mexico

Allocation Formula Method:

- 3 Hour Flow Test from Pictured Cliffs = 221 MCFD & 0 BO
- 3 Hour Flow Test from Mesaverde = 220 MCFD & 0 BO

GAS:

OIL:

$$\frac{(PC) \ 0 \ BO}{(PC/MV) \ 0 \ BO} = (PC) \% \frac{Pictured Cliffs 50\%}{Pictured Cliffs 50\%}$$

$$\frac{\text{(MV) 0 BO}}{\text{(PC/MV) 0 BO}} = \text{(MV) \% Mesaverde 50\%}$$