BURLINGTON RESOURCES

January 14, 2002

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

Re:

San Juan 27-5 Unit #69 A Section 7, T-27-N, R-5-W

30-039-07139

Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well after a Lewis pay add completed April 29, 2001./DHC-2733 was issued for this well.

Gas:

Mesaverde

16%

Dakota

84%

Oil:

Mesaverde

19%

Dakota

81%

These percentages were calculated using rate-time reserve estimate comparisons for each respective formation. Please let me know if you have any questions.

Sincerely,

Peggy Cole

Regulatory Supervisor

Xc:

NMOCD - Santa Fe

Bureau of Land Management

Production Allocation Documentation

San Juan 27-5 Unit #69

Production Allocation

Based on Remaining Reserves

<u>GAS</u>

Remaining Reserves

Allocation %

Dakota 695.1

84%

All <u>824.5</u>

Mesaverde 129.4 16%

OIL

Remaining Reserves Allocation %

Dakota 5.5 81%

All <u>6.8</u>

Mesaverde 1.3 19%