

BURLINGTON RESOURCES

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

Re: Nye SRC #3
NWSW, Section 1, T-30-N, R-11-W
30-045-09864
San Juan County, New Mexico



Gentlemen:

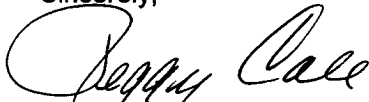
The above referenced well is a Pictured Cliffs/Mesaverde commingle. Attached is a copy of the allocation for the commingling of the subject well completed on September 28, 2002. DHC-967az was issued for this well.

Gas:	Pictured Cliffs	17%
	Mesaverde	83%

Oil:	Pictured Cliffs	0%
	Mesaverde	100%

These allocations are based on historic production data 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

Production Allocation Based On Remaining Reserves

	RR	Cum	% Allocation	
	MMCF	MSTB Oil	% Gas	% Oil
Pictured Cliffs	127.6	0	17%	0.0%
Mesaverde	644.1	4	83%	100.0%
Total	771.7	4	100.0%	100.0%

Gas Allocation:

	(Total Pictured Cliffs Production)	128 MMCF	
Pictured Cliffs			
	(Total Combined Production)	772 MMCF	
			= 17%

	(Total Mesaverde Production)	644 MMCF	
Mesaverde	-----	-----	= 83%
	(Total Combined Production)	772 MMCF	

Oil Allocation:

	(Total Pictured Cliffs Production)	0 Bbl Oil	
Pictured Cliffs			
	(Total Combined Production)	4 Bbl Oil	
			= 0%

	(Total Mesaverde Production)	4 Bbl Oil	
*Mesaverde	-----	-----	= 100%
	(Total Combined Production)	4 Bbl Oil	

* Allocation based on cumulative production from 01/85 to 07/02.