BURLINGTON RESOURCES

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



Re:

Montgomery #2E

SENW, Section 17, T-30-N, R-11-W

30-045-26601



The above referenced well is a Mesaverde/Dakota commingle. Attached is a copy of the allocation for the commingling of the subject well completed on November 27, 2002. DHC-3049 was issued for this well.

Gas:

Mesaverde

91%

Dakota

9%

Oil:

Mesaverde

100%

Dakota

0%

These percentages are based upon remaining reserves from Mesaverde and Dakota formations. The Dakota formation had not produced condensate in the three years prior to the addition of the Mesaverde formation. Therefore, condensate will be allocated solely to the Mesaverde formation. Please let me know if you have any questions.

Sincerely,

Peggy Cole

Regulatory Supervisor

Xc:

NMOCD - Santa Fe

Bureau of Land Management

3401 East 30th, Post Office Box 4289, Farmington, NM 87499 505-326-9727 Fax: 505-326-9563





Production Allocation Documentation

Montgomery #2E
Production Allocation
Based on Remaining Reserves
Dakota / Mesaverde Recompletion

Gas

 RR (MMCF)
 Allocation %

 Mesaverde
 908
 91%

 Dakota
 88
 9%

 All
 996

<u>Oil</u>

Mesaverde RR (Bbls Oil) Allocation %
100%
Dakota 0%

All