

Production Allocation Documentation

Jicarilla 101 #3

Production Allocation

Based on Remaining Reserves

Mesaverde Recomplete September 2001

GAS

	<u>RR</u>	<u>Allocation %</u>
Pictured Cliffs	318.2	29%
Dakota	238.6	22%
All	<u>1095.4</u>	
Mesaverde	538.5	49%

Condensate

Because condensate slightly increased with the addition of the Mesaverde formation, condensate has been allocated based on percentage increase from average production before recomplete and after recomplete.

	<u>Avg BOPD</u>	<u>Allocation %</u>
Dakota	1.6	89%
All	<u>1.8</u>	
Mesaverde	0.2	11%