BURLINGTON RESOURCES

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

Re:

Day B #2

M Section 7, T-27-N, R-8-W

30-045-06598



Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well. DHC-310az was issued for this well.

Gas:

Pictured Cliffs

51%

Mesaverde

49%

Oil:

Pictured Cliffs

0%

Mesaverde

100%

These allocations are based on historic production data from the Mesa Verde and Pictured Cliffs. Please let me know if you have any questions.

Sincerely.

Peggy Cole

Regulatory Supervisor

Xc:

NMOCD - Santa Fe

Bureau of Land Management

Allocation

Gas

*Pictured Cliffs Cumulative Productio	1,817.363 Mmcf	50.6%
*Mesaverde Cumulative Production	1,776.402 Mmcf	49.4%
Total:	3,593.77	100.0%
Oil		
*Pictured Cliffs Cumulative Productio	0.0 Bbls	0%
*Mesaverde Cumulative Production:	10.2 Bbls	100%
Total:	10.2	100.0%

^{*} Allocation Formula Basis: The fixed percentages are based on production from 08/58-5/00