

La Jara Canyon #1A
Sec. 10, T29N R05W
Rio Arriba County, New Mexico

Production Allocation Based On Cumulative Production Through 12/99

	Cumulative Production			% Allocation	
	MCF/Mo.	Bbl Oil/Mo.		% Gas	% Oil
Pictured Cliffs	1,807	1		52.67%	100.00%
Mesaverde	1,624	0		47.33%	0.00%
Total	3,431	1		100.00%	100.00%

Gas Allocation:

Pictured Cliffs

$$\frac{\text{(Total Pictured Cliffs Production)} \quad 1,807 \text{ MCF}}{\text{(Total Combined Production)} \quad 3,431 \text{ MCF}} = 52.67\%$$

Mesaverde

$$\frac{\text{(Total Mesaverde Production)} \quad 1624 \text{ MCF}}{\text{(Total Combined Production)} \quad 3431 \text{ MCF}} = 47.33\%$$

Oil Allocation:

Pictured Cliffs

$$\frac{\text{(Total Pictured Cliffs Production)} \quad 1 \text{ Bbl Oil}}{\text{(Total Combined Production)} \quad 1 \text{ Bbl Oil}} = 100.00\%$$

Mesaverde

$$\frac{\text{(Total Mesaverde Production)} \quad 0 \text{ Bbl Oil}}{\text{(Total Combined Production)} \quad 1 \text{ Bbl Oil}} = 0.00\%$$