BURLINGTON RESOURCES

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

Re:

Grenier A #3M

D Section 34, T-30-N, R-10-W

30-045-25833

Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well. DHC-2168 was issued for this well.

Gas:

Mesa Verde

58%

Dakota

42%

Oil:

Mesa Verde

70%

Dakota

30%

These allocations are based on historic production data from the Mesa Verde and Dakota during work over operations. 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

Grenier A #3M Sec. 34, T30N R10W San Juan County, New Mexico

Production Allocation Based On Cumulative Production Through 09/98

	Cumulative Production		% Allocation		
	MCF	Bbl Oil		% Gas	% Oil
Mesa Verde	453,883	1,142		58%	70%
Dakota	332,594	492		42%	30%
Total	786,477	1,634		100%	100%

Gas Allocation:	(Total Mesa Verde Production)	453,883 MCF		
Mesa Verde	(Total Combined Production)	786,477 MCF	58%	
Dakota	(Total Dakota Production)	332594 MCF	· 420/	
Dakota	(Total Combined Production)	786477 MCF	42 /0	
Oil Allocation:	(Total Mesa Verde Production)	1,142 Bbl Oil		
Mesa Verde	(Total Combined Production)	= 1,634 Bbl Oil	70%	
Dakota	(Total Dakota Production)	492 Bbl Oil		
	(Total Combined Production)	= 1,634 Bbl Oil	= 30%	