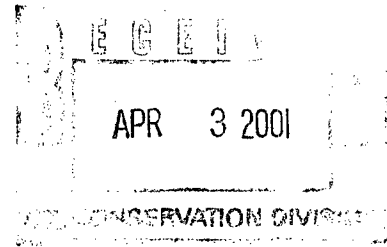


BURLINGTON RESOURCES



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,

A handwritten signature in cursive script that reads "Peggy Cole".

Peggy Cole
Regulatory Supervisor

Xc: NMOCD – Santa Fe
Bureau of Land Management

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:

Mesa Verde (Total Mesa Verde Production) 453,883 MCF

(Total Combined Production) 786,477 MCF = **58%**

Dakota (Total Dakota Production) 332,594 MCF

(Total Combined Production) 786,477 MCF = **42%**

Oil Allocation:

Mesa Verde (Total Mesa Verde Production) 1,142 Bbl Oil

(Total Combined Production) 1,634 Bbl Oil = **70%**

Dakota (Total Dakota Production) 492 Bbl Oil

(Total Combined Production) 1,634 Bbl Oil = **30%**