

BURLINGTON RESOURCES

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

Re: Lackey A #1R
A Section 23, T-29-N, R-10-W
30-045-23707

Gentlemen:


Attached is a copy of the allocation for the commingling of the subject well. DHC-2901 was issued for this well.

Gas:	Pictured Cliffs	20%
	Mesaverde	80%

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,


for Peggy Cole
Regulatory Supervisor

Xc: NMOCD – Santa Fe
Bureau of Land Management

Lackey A 1R
Unit A, Sec. 23, T29N R10W
San Juan County, New Mexico

Production Allocation Based On Cumulative Production Through 12/00

	Cumulative Production		% Allocation	
	MMSCF	MSTB	% Gas	% Oil
Pictured Cliffs	226	0.00	20%	0%
Mesaverde	1,082	2.85	80%	100%
Total	1,309	2.85	100%	100%

Gas Allocation:

Pictured Cliffs	(Total Pictured Cliffs Production)	226 MMSCF	= 20%
	(Total Combined Production)	1,309 MMSCF	

Mesaverde	(Total Mesaverde Production)	1082.29 MCF	= 80%
	(Total Combined Production)	1308.536 MMSCF	

Oil Allocation:

Pictured Cliffs	(Total Pictured Cliffs Production)	0 MSTB of Oil	= 0%
	(Total Combined Production)	3 MSTB of Oil	

Mesaverde	(Total Mesaverde Production)	3 MSTB of Oil	= 100%
	(Total Combined Production)	3 MSTB of Oil	