BURLINGTON RESOURCES

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

Re:

Grenier B #4E

NENW, Section 4, T-29-N, R-10-W

30-045-29406

Gentlemen:

The above referenced well is a Chacra/Mesaverde/Dakota commingle. Attached is a copy of the allocation for the commingling of the subject well completed on March 20, 2002. DHC-2969 was issued for this well.

Gas:	Dakota	33%
	Mesaverde	61%
	Chacra	6%
Oil:	Dakota	100%
	Mesaverde	0%
	Chacra	0%

These percentages are based upon reserves assigned to each formation founded on production from the respective formations before and after workover operations and separator tests completed on the Chacra and Mesaverde formations. Since condensate production did not increase with the addition of the Chacra and Mesaverde formations, condensate remains allocated solely to the Dakota formation. Please let me know if you have any questions.

Sincerely,

Peggy Cole

Regulatory Supervisor

Xc:

NMOCD - Santa Fe

Bureau of Land Management

Production Allocation Documentation

Grenier B #4E

Production Allocation
Based on Remaining Reserves
Mesaverde Recomplete March 2002

GAS	SEPARATOR TEST				
Dakota	<u>RR</u> 467.1	Allocation % 33%	Chacra	113	9%
			Mesaverde	<u>1120</u>	91%
All	<u>1,422.4</u>		Total	1233	
Chacra / Mesaverde	955.3				
FINAL ALLOCATION					
Chacra	87.6	6%			
Mesaverde	867.8	61%			

Condensate

Since condensate did not increase with the addition of the Chacra and Mesaverde formations, condensate remains allocated solely to the Dakota formation.



