

BURLINGTON RESOURCES

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

Re: Aztec A #1B
NESW, Section 22, T-31-N, R-11-W
30-045-30397
San Juan County, New Mexico

736 AZ

Gentlemen:

The above referenced well is a Mesaverde/Dakota commingle. Attached is a copy of the allocation for the commingling of the subject well completed on November 8, 2002. DHC736az was issued for this well.

Gas:	Mesa Verde	57%
	Dakota	43%

Oil:	Mesa Verde	57%
	Dakota	43%

These percentages are based upon remaining reserves assigned to each formation founded on production from the respective formations before and after the completion of the Mesaverde. 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

Aztec A #1B

Production Allocation

Based on Remaining Reserves

Dakota / Mesaverde New Drill

Gas

	<u>RR (MMCF)</u>	<u>Allocation %</u>
Mesaverde	1,413	57%
Dakota	<u>1,061</u>	43%
All	2,474	

Oil

	<u>RR (Bbls Oil)</u>	<u>Allocation %</u>
Mesaverde	11,430	57%
Dakota	<u>8,700</u>	43%
All	20,130	