

BURLINGTON RESOURCES

June 10, 2000

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

Re: Grenier #4
D Section 7, T-31-N, R-11-W
30-045-10949

Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well. DHC-2509 was issued for this well.

Gas:	Mesa Verde	87%
	Pictured Cliffs	13%
Oil:	Mesa Verde	50%
	Pictured Cliffs	50%

These allocations are based on historical production from the Mesa Verde and Pictured Cliffs. Please let me know if you have any questions.

Sincerely,



Peggy Cole
Regulatory Supervisor

Xc: NMOCD – Santa Fe
Bureau of Land Management – Farmington

**Grenier #4
Production Allocation**

Gas

*Mesaverde Cumulative Production:	2,566 MMcf	87%
*Pictured Cliffs Cumulative Production:	<u>374 MMcf</u>	<u>13%</u>
Total:	2,940	100.0%

Oil

*Mesaverde Cumulative Production:	0 BBIs	#DIV/0!
*Pictured Cliffs Cumulative Production:	<u>0 BBIs</u>	<u>#DIV/0!</u>
Total:	0	

*Allocation Formula Basis: The fixed percentages are based on cumulative production from 11/70-12/98.