

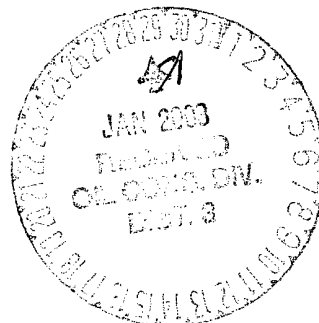
BURLINGTON

RESOURCES

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

REVISED

Re: Reid #16R
NWSW, Section 18, T-28-N, R-9-W
30-045-30847



Gentlemen:

The above referenced well is a Fruitland Coal/Pictured Cliffs commingle. Attached is a copy of the allocation for the commingling of the subject well re-tested on September 28, 2002. DHC-670az was issued for this well.

Gas: Fruitland Coal 62%
Pictured Cliffs 38%

Oil: Fruitland Coal 62%
Pictured Cliffs 38%

These percentages are based upon isolated flow test from the Fruitland Coal and Pictured Cliffs during completion operations. Oil was not present during flow test operations. For that reason, oil percentages are based upon gas allocation and are provided in the event this wellbore begins producing oil at some point in the future. Please let me know if you have any questions.

Sincerely,

A handwritten signature in cursive script, appearing to read 'Peggy Cole'.

Peggy Cole
Regulatory Supervisor

Xc: NMOCD – Santa Fe
Bureau of Land Management

PRODUCTION ALLOCATION FORMULA USING WELL TEST INFORMATION

Reid 16R
(Fruitland Coal/Pictured Cliffs) Commingle
Unit L, 18-T28N-R9W
San Juan County, New Mexico

Allocation Formula Method:

Separator test from Fruitland Coal = 101.6 MCFD & 0 BO

Separator test from Pictured Cliffs = 61 MCFD & 0 BO

GAS:

$$\frac{(FC) \ 101.6 \text{ MCFD}}{(FC/ PC) \ 162.6 \text{ MCFD}} = (FC) \% \text{ Fruitland Coal 62\%}$$

$$\frac{(PC) \ 61 \text{ MCFD}}{(FC/ PC) \ 162.6 \text{ MCFD}} = (PC) \% \text{ Pictured Cliffs 38\%}$$

OIL:

$$\frac{(FC) \ 0 \text{ BO}}{(FC/ PC) \ 0 \text{ BO}} = (FC) \% \text{ Fruitland Coal 62\%}$$

$$\frac{(PC) \ 0 \text{ BO}}{(FC/ PC) \ 0 \text{ BO}} = (PC) \% \text{ Pictured Cliffs 38\%}$$