

<p><b>RECEIVED</b> <b>BURLINGTON</b> <b>RESOURCES</b></p> <p>NOV 08 2012</p> <p>Farmington Field <b>PRODUCTION ALLOCATION FORM</b> Bureau of Land Management</p>					<p>Distribution: BLM 4 Copies Regulatory Accounting Well File Revised: March 9, 2006</p>	
<p>Commingle Type SURFACE <input type="checkbox"/> DOWNHOLE <input checked="" type="checkbox"/></p> <p>Type of Completion NEW DRILL <input checked="" type="checkbox"/> RECOMPLETION <input type="checkbox"/> PAYADD <input type="checkbox"/> COMMINGLE <input type="checkbox"/></p>					<p>Status PRELIMINARY <input checked="" type="checkbox"/> FINAL <input type="checkbox"/> REVISED <input checked="" type="checkbox"/> 3rd allocation</p> <p>Date: <b>11/1/2012</b></p> <p>API No. <b>30-045-35262</b> DHC No. <b>DHC3645AZ</b> Lease No. <b>SF-078135</b> <b>Federal</b></p>	
Well Name <b>Huerfanito Unit</b>					Well No. <b>#98N</b>	
Unit Letter <b>Surf- I</b> <b>BH-</b>	Section <b>35</b>	Township <b>T027N</b>	Range <b>R009W</b>	Footage <b>1675' FSL &amp; 285' FEL</b>	County, State <b>San Juan County,</b> <b>New Mexico</b>	
Completion Date <b>4/19/2012</b>		Test Method HISTORICAL <input type="checkbox"/> FIELD TEST <input checked="" type="checkbox"/> PROJECTED <input type="checkbox"/> OTHER <input type="checkbox"/>				
FORMATION						
FORMATION <b>MESAVERDE</b>		GAS		PERCENT <b>59%</b>	CONDENSATE	PERCENT <b>79%</b>
FORMATION <b>DAKOTA</b>		GAS		PERCENT <b>41%</b>	CONDENSATE	PERCENT <b>21%</b>
<p><b>OIL CONS. DIV DIST. 3</b> <b>NOV 16 2012</b></p>						
<p>JUSTIFICATION OF ALLOCATION: <b>Third Allocation:</b> These percentages are based upon compositional gas analysis tests from the Mesaverde and Dakota formations during completion operations. Subsequent allocations will be submitted every three months after the first delivery date. Allocation splits will keep changing until the gas analysis mole fractions stabilize. Condensate percentages are based upon the formation yields.</p>						
APPROVED BY						
APPROVED BY <i>Joe Smith</i>		DATE <b>11-14-12</b>		TITLE <b>Geo</b>		PHONE <b>564-7749</b>
X <i>[Signature]</i>		<b>11/5/12</b>		Engineer		505-599-4076
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