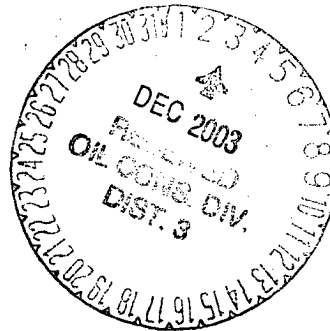


BURLINGTON RESOURCES

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

Re: Grenier A #1A
NENW, Section 26, T-30-N, R-10-W
30-045-23076



Gentlemen:

243A2

The above referenced well is a Pictured Cliffs/Mesaverde commingle. Attached is a copy of the allocation for the commingling of the subject well completed on November 17, 2001. R11363 was issued for this well.

Gas: Pictured Cliffs 16%
Mesaverde 84%

Oil: Pictured Cliffs 0%
Mesaverde 100%

These allocations are based on historic production data from the Pictured Cliffs and Mesaverde. Please let me know if you have any questions.

Sincerely,

Peggy Cole
Regulatory Supervisor

Xc: NMOCD - Santa Fe
Bureau of Land Management

Grenier A 1A
Unit C, Sec. 26, T30N R10W
San Juan County, New Mexico

Production Allocation Based On Cumulative Production Through 12/98
(The last month the MV consistently produced gas)

	Cumulative Production			% Allocation	
	MMSCF	MSTB		% Gas	% Oil
Pictured Cliffs	197	0.00		16%	0%
Mesa Verde	1,030	5.43		84%	100%
Total	1,228	5.43		100%	100%

Gas Allocation:

Pictured Cliffs

(Total Pictured Cliffs Production)	197 MMSCF	= 16%
(Total Combined Production)	1,228 MMSCF	

Mesa Verde

(Total Mesa Verde Production)	1030.457 MCF	= 84%
(Total Combined Production)	1227.9 MMSCF	

Oil Allocation:

Pictured Cliffs

(Total Pictured Cliffs Production)	0 MSTB of Oil	= 0%
(Total Combined Production)	5 MSTB of Oil	

Mesa Verde

(Total Mesa Verde Production)	5 MSTB of Oil	= 100%
(Total Combined Production)	5 MSTB of Oil	