BURLINGTON RESOURCES

CIL*CONSERVATION DIV. 02 JUL -3 AM 9: 02

June 28, 2002

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

Re:

Jicarilla 101 #2

M Section 12, T-26-N, R-4-W

30-039-20291

Gentlemen:

Attached is a copy of the allocation for the recompletion of the subject well that was completed 10-10-01. DHC-2876 was issued for this well.

| Gas: | Mesaverde | 92% |
|------|-----------|-----|
| | Gallup | 3% |
| | Dakota | 5% |
| Oil: | Mesaverde | 0% |
| | Gallup | 10% |
| | Dakota | 90% |

These percentages were calculated using rate-time reserve estimate comparisons for each respective formation. Because the condensate production did not increase with the addition of the Mesaverde formation, the oil has been allocated as it was previous to the recompletion.

Please let me know if you have any questions.

Sincerely,

Reggy Cole

Regulatory Supervisor

Xc:

NMOCD - Santa Fe

Bureau of Land Management

Production Allocation Documentation

Jicarilla 101 #2

Production Allocation
Based on Remaining Reserves
Mesaverde Recomplete November 2001

GAS

| Gallup | <u>RR</u> 28.5 | Allocation % 3% |
|-----------|-------------------|-----------------|
| Dakota | 50.1 | 5% |
| All | <u>1,032.9</u> | |
| Mesaverde | 954.3 | 92% |

Condensate

Because an increase was not seen in condensate with the addition of the Mesaverde formation, condensate remains allocated as it was previous to the workover.





