

<b>BURLINGTON</b> <b>RESOURCES</b>  <b>PRODUCTION ALLOCATION FORM</b>					<b>NOV 23 2011</b> Farmington Field Office Bureau of Land Management		<b>DIST. 9</b> Distribution: BLM 4 Copies Regulatory Accounting Well File Revised: March 9, 2006																										
Commingle Type SURFACE <input type="checkbox"/> DOWNHOLE <input checked="" type="checkbox"/> Type of Completion NEW DRILL <input checked="" type="checkbox"/> RECOMPLETION <input type="checkbox"/> PAYADD <input type="checkbox"/> COMMINGLE <input type="checkbox"/>					Status PRELIMINARY <input checked="" type="checkbox"/> FINAL <input type="checkbox"/> REVISED <input checked="" type="checkbox"/> 2 <sup>nd</sup> Allocation			Date: <b>11/15/2011</b> API No. <b>30-039-30212</b> DHC No. <b>DHC2595AZ</b> Lease No. <b>SF-078943-A</b>																									
Well Name <b>San Juan 29-7 Unit</b>					Well No. <b>#101M</b>																												
Unit Letter <b>Surf- I</b>	Section <b>7</b>	Township <b>T029N</b>	Range <b>R007W</b>	Footage <b>2135' FSL &amp; 30' FEL</b>	County, State <b>Rio Arriba County, New Mexico</b>																												
Completion Date <b>5/20/11</b>		Test Method HISTORICAL <input type="checkbox"/> FIELD TEST <input checked="" type="checkbox"/> PROJECTED <input type="checkbox"/> OTHER <input type="checkbox"/>																															
<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 25%;">FORMATION</th> <th style="width: 15%;">GAS</th> <th style="width: 15%;">PERCENT</th> <th style="width: 25%;">CONDENSATE</th> <th style="width: 20%;">PERCENT</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;"><b>MESAVERDE</b></td> <td></td> <td style="text-align: center;"><b>42%</b></td> <td></td> <td style="text-align: center;"><b>85%</b></td> </tr> <tr> <td style="text-align: center;"><b>DAKOTA</b></td> <td></td> <td style="text-align: center;"><b>58%</b></td> <td></td> <td style="text-align: center;"><b>15%</b></td> </tr> <tr> <td> </td> <td></td> <td></td> <td></td> <td></td> </tr> <tr> <td> </td> <td></td> <td></td> <td></td> <td></td> </tr> </tbody> </table>									FORMATION	GAS	PERCENT	CONDENSATE	PERCENT	<b>MESAVERDE</b>		<b>42%</b>		<b>85%</b>	<b>DAKOTA</b>		<b>58%</b>		<b>15%</b>										
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<b>JUSTIFICATION OF ALLOCATION: Second 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 historical formation yields.																																	
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