

RECEIVED

FEB 10 2012

BURLINGTON RESOURCES

Farmington Field Office
Bureau of Land ManagementDistribution:
BLM 4 Copies
Regulatory
Accounting
Well File
Revised: March 9, 2006

PRODUCTION ALLOCATION FORM

Status
PRELIMINARY ☒
FINAL ☐
REVISED ☒ 2nd AllocationCommingle Type
SURFACE ☐ DOWNHOLE ☒
Type of Completion
NEW DRILL ☒ RECOMPLETION ☐ PAYADD ☐ COMMINGLE ☐

Date: 2/7/2012

API No. 30-039-30452
DHC No. DHC2948AZ
Lease No. NM-03863Well Name
ValdezWell No.
#8M

Unit Letter	Section	Township	Range	Footage	County, State
Surf- O	28	T028N	R004W	1255' FSL & 1855' FEL	Rio Arriba County,
BH- P	28	T028N	R004W	723' FSL & 713' FEL	New Mexico

Completion Date	Test Method
10/11/11	HISTORICAL <input type="checkbox"/> FIELD TEST <input checked="" type="checkbox"/> PROJECTED <input type="checkbox"/> OTHER <input type="checkbox"/>

FORMATION	GAS	PERCENT	CONDENSATE	PERCENT
MESAVERDE		93%		0%
DAKOTA		7%		100%
				RCVD FEB 16 '12
				OIL CONS. DIV.
				DIST. 3

JUSTIFICATION OF ALLOCATION: **Second Allocation:** 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.

APPROVED BY	DATE	TITLE	PHONE
<i>Joe Hunt</i>	2-13-12	600	599-1265
X <i>[Signature]</i>	2/7/12	Engineer	505-599-4076
Bill Akwari			
X <i>Kandis Roland</i>	2/7/12	Engineering Tech.	505-326-9743
Kandis Roland			

NMOCD