BURLINGTON RESOURCES

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

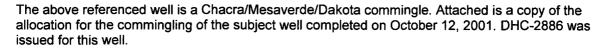
Re:

Aztec Federal #1

NWSE, Section 24, T-30-N, R-11-W

30-045-09319





Gas:

Chacra

2%

Mesaverde

16%

Dakota

82%

Oil:

Chacra

0%

Mesaverde

0%

Dakota

100%

These percentages are based upon reserves assigned to each formation founded on production from the respective formations before and after workover operations and separator tests completed on the Chacra and Mesaverde formations. The Chacra formation does not produce any oil and the Mesaverde test did not show any traces of oil therefore; oil percentages are allocated solely to the Dakota formation. Please let me know if you have any questions.

Sincerely,

Peggy Cole

Regulatory Supervisor

Xc:

NMOCD - Santa Fe

Bureau of Land Management

3401 East 30th, Post Office Box 4289, Farmington, NM 87499 505-326-9727 Fax: 505-326-9563



Production Allocation Documentation

Aztec Federal #1

Production Allocation

Based on Remaining Reserves

Dakota / Mesaverde / Chacra Recompletion

<u>Gas</u>

	RR (MMCF) Allocation %	
Mesaverde	199	16%
Chacra	27	2%
Dakota	1,000	82%
All	1,226.65	

<u>Oil</u>

	Allocation %
Mesaverde	0%
Chacra	0%
Dakota	100%