BURLINGTON RESOURCES

November 25, 2000

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

Re:

Grenier A #8M

M Section 35, T-30-N, R10-W

30-045-24489

Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well. Order DHC-2721 was issued for this well for commingling.

Gas:

Mesa Verde

55%

Dakota

45%

Oil:

Mesa Verde

60%

Dakota

40%

These allocations are based on historical production from the Mesa Verde and Dakota. Please let me know if you have any questions.

Sincerely,

Peggý Colé

Regulatory Supervisor

Xc:

NMOCD - Santa Fe

Bureau of Land Management

3401 East 30th, Post Office Box 4289, Farmington, NM 87499 505-326-9727 Fax: 505-599-4046

Grenier A 8M Unit M, Sec. 35, T30N R10W San Juan County, New Mexico

Production Allocation Based On Cumulative Production Through 12/93

(Last year both formations were productive together)

	Cumulative Production		% Allocation	
	MCF	Bbl Oil	% Gas	% Oil
Mesa Verde	471,744	6,153	55%	60%
Dakota	382,326	4,146	45%	40%
Total	854,070	10,299	100%	100%

Gas Allocation:	(Total Mesa Verde Production)	471,744 MCF
Mesa Verde	(Total Combined Production)	= 55% 854,070 MCF
Dakota	(Total Dakota Production)	382326 MCF
·	(Total Combined Production)	854070 MCF
Oil Allocation: (Total Mesa Verde Producti		6,153 Bbl Oil
Mesa Verde	(Total Combined Production)	= 60% 10,299 Bbl Oil
Dakota	(Total Dakota Production)	4,146 Bbl Oil
	(Total Combined Production)	10,299 Bbl Oil