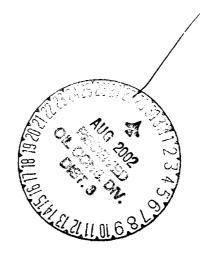
BURLINGTON RESOURCES



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

Re:

Reid #16R

NWSW, Section 18, T-28-N, R-9-W

30-045-30847

Gentlemen:

The above referenced well is a Fruitland Coal/Pictured Cliffs commingle. Attached is a copy of the allocation for the commingling of the subject well completed on April 12, 2002. DHC-670az was issued for this well.

Gas:

Fruitland Coal

94%

Pictured Cliffs

6%

Oil:

Fruitland Coal

94%

Pictured Cliffs

6%

These percentages are based upon separator tests done during workover operations. The Pictured Cliffs formation was having difficulty cleaning up at the time of this separator test. Separator tests will be re-done on this well in six to twelve months. 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

Reid #16R

Production Allocation
Fruitland Coal / Pictured Cliffs New Drill
April 2002

<u>GAS</u>

Fruitland Coal	Separator Test (MCFD) 95.0	Allocation % 94%
Pictured Cliffs	<u>6.6</u>	6%
Total	101.6	

Condensate

No condensate was seen during tests. If well starts producing condensate at some point in the future, it will be allocated the same as gas production.