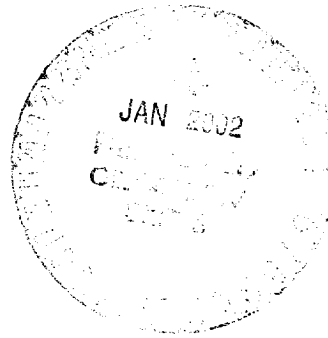


BURLINGTON RESOURCES

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



Re: Grenier A #1A
NENW, Section 26, T-30-N, R-10-W
30-045-23076

Gentlemen:

DNC 243AZ

The above referenced well is a Pictured Cliffs/Mesaverde commingle. Attached is a copy of the allocation for the commingling of the subject well completed on November 17, 2001. R11363 was issued for this well.

Gas:	Pictured Cliffs	16%
	Mesaverde	84%

Oil:	Pictured Cliffs	0%
	Mesaverde	100%

These allocations are based on historic production data from the Pictured Cliffs and Mesaverde. Please let me know if you have any questions.

Sincerely,

Peggy Cole
Regulatory Supervisor

Xc: NMOCD – Santa Fe
Bureau of Land Management

Grenier A 1A
Unit C, Sec. 26, T30N R10W
San Juan County, New Mexico

Production Allocation Based On Cumulative Production Through 12/98
(The last month the MV consistently produced gas)

	Cumulative Production		% Allocation	
	MMSCF	MSTB	% Gas	% Oil
Pictured Cliffs	197	0.00	16%	0%
Mesa Verde	1,030	5.43	84%	100%
Total	1,228	5.43	100%	100%

Gas Allocation:

Pictured Cliffs (Total Pictured Cliffs Production) 197 MMSCF

(Total Combined Production) 1,228 MMSCF = **16%**

Mesa Verde (Total Mesa Verde Production) 1030.457 MCF

(Total Combined Production) 1227.9 MMSCF = **84%**

Oil Allocation:

Pictured Cliffs (Total Pictured Cliffs Production) 0 MSTB of Oil

(Total Combined Production) 5 MSTB of Oil = **0%**

Mesa Verde (Total Mesa Verde Production) 5 MSTB of Oil

(Total Combined Production) 5 MSTB of Oil = **100%**