BURLINGTON RESOURCES

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

Re:

Pierce #1B

SWNE, Section 17, T-30-N, R-9-W

30-045-30433

San Juan County, New Mexico



Gentlemen:

The above referenced well is a Mesaverde/Dakota commingle. Attached is a copy of the allocation for the commingling of the subject well completed on January 31, 2002. DHC595az was issued for this well.

Gas:

Mesa Verde

86%

Dakota

14%

Oil:

Mesa Verde

86%

Dakota

14%

These percentages are based upon isolated flow test from the Mesaverde and Dakota during completion operations. Oil was not present during flow test operations. For that reason, oil percentages are based upon gas allocation and are provided in the event this wellbore begins producing oil at some point in the future. Please let me know if you have any questions.

Sincerely.

Regay Cole

Regulatory Supervisor

Xc:

NMOCD - Santa Fe

Bureau of Land Management