BURLINGTON RESOURCES

November 25, 2000

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

Re:

Grenier #1B

H Section 6, T-31-N, R-11-W

30-045-30240

Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well. DHC-2605 was issued for this well.

Gas:

Mesa Verde

56%

Dakota

44%

Oil:

Mesa Verde

50%

Dakota

50%

These allocations are based on isolated flow tests from the Mesa Verde and Dakota during completion operations. Please let me know if you have any questions.

Sincerely,

Peggy Cole

Regulatory Supervisor

Xc:

NMOCD - Santa Fe

Bureau of Land Management

PRODUCTION ALLOCATION FORMULA USING FLOW TEST INFORMATION

Grenier 1B (Mesaverde/Dakota) Commingle Unit H, 6-T31N-R11W San Juan County, New Mexico

Allocation Formula Method:

- 3 Hour Flow Test from Mesaverde = 850 MCFD & 0 BO
- 3 Hour Flow Test from Dakota = 672 MCFD & 0 BO

GAS:

OIL:

$$\frac{(MV) \ 0 \ BO}{(MV/DK) \ 0 \ BO} = (MV) \% \frac{Mesaverde}{50\%}$$

$$(DK) 0 BO$$
 = (DK) % Dakota 50%