

BURLINGTON RESOURCES

May 3, 2002

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

Re: Jicarilla 101 #3
N Section 1, T-26-N, R-4-W
30-039-20294

Gentlemen:

Attached is a copy of the allocation for the recompletion of the subject well that was completed 9-24-01. DHC-2877 was issued for this well.

Gas:	Pictured Cliffs	29%
	Mesaverde	49%
	Dakota	22%
Oil:	Pictured Cliffs	0%
	Mesaverde	11%
	Dakota	89%

These percentages were calculated using rate-time reserve estimate comparisons for each respective formation. Because the condensate production increased slightly with the addition of the Mesaverde formation, the oil has been allocated based on percentage increase of average production before and after the recompletion.

Please let me know if you have any questions.

Sincerely,



Peggy Cole
Regulatory Supervisor

Xc: NMOCD – Santa Fe
Bureau of Land Management

Production Allocation Documentation

Jicarilla 101 #3

Production Allocation

Based on Remaining Reserves

Mesaverde Recomplete September 2001

GAS

	<u>RR</u>	<u>Allocation %</u>
Pictured Cliffs	318.2	29%
Dakota	238.6	22%
All	<u>1095.4</u>	
Mesaverde	538.5	49%

Condensate

Because condensate slightly increased with the addition of the Mesaverde formation, condensate has been allocated based on percentage increase from average production before recomplete and after recomplete.

	<u>Avg BOPD</u>	<u>Allocation %</u>
Dakota	1.6	89%
All	<u>1.8</u>	
Mesaverde	0.2	11%