



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office
1235 La Plata Highway, Suite A
Farmington, New Mexico 87401

IN REPLY REFER TO
SF - 080146 et al. (wc)
3162.7 (07100)

October 24, 2002

Charlie Donahue
Phillips Petroleum Company
5525 HWY. 64 NBU 3004
Farmington, NM 87401

Re: Accept Commingle Applications and Allocation Method:

Dear Mr. Donahue:

We have received your allocation factors and your Application for Downhole Commingling of the wells you submitted. After review, we hereby accept your submitted allocation factors. The effective date of using the ratio method is listed below.

Well Name	Location	API#	Lease Number	Formation Allocation	Formation Allocation	Effective Date
San Juan 29-6 Unit # 95	Unit L, Section 34, T29N, R6W	30039 - 20027	SF - 080146	MV gas 57% Oil 100%	DK gas 43% Oil 00%	9-1-2002
San Juan 29-6 Unit # 102	Unit G, Section 10, T29N, R6W	30039 - 20365	FEE	MV gas 86% Oil 100%	DK gas 14% Oil 00%	7-1-2002
San Juan 29-6 Unit # 25	Unit B, Section 32, T29N, R6W	30039 - 07500	STATE LEASE	PC gas 13% Oil 00%	MV gas 87% Oil 100%	9-1-2002
San Juan 29-6 Unit # 25A	Unit O, Section 32, T29N, R6W	30039- 21092	STATE LEASE	PC gas 38% Oil 00%	MV gas 62% Oil 100%	9-1-2002

If you have any questions, please contact Matt Halbert, at 505-599-6350 or the undersigned at (505) 599-6357.

Sincerely,

/s/ Jim Lovato

Jim Lovato
Team Leader, Petroleum Management Team

Enclosures:

cc:

NMOCD, Aztec, NM
NMOCD, Santa Fe, NM