

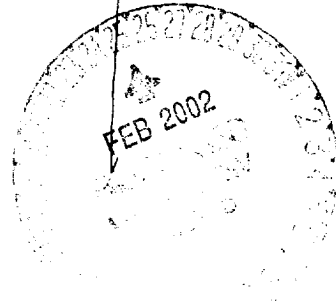


Jan 2, 2002

# 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:  
NM-03040-A

3162.7 (07100)

FEB 21 2002

Tim Tomberlin  
Phillips Petroleum Company  
5525 Hwy. 64 NBU 3004  
Farmington, NM 87401

San Juan 29 - 6 Unit # 53A  
Unit O, 800' FSL & 1570' FEL, Sec 31, T-29-N, R-6-W  
API - 30-039-21086; Rio Arriba County, NM

Dear Mr. Tomberlin:

Reference is made to your application for down hole commingling of gas from the Mesaverde and Pictured Cliffs formations. We have received your final (Ratio Method) allocation factors for this well. After reviewing the production histories for this well and wells in the vicinity, we agree with your allocation factors established for this well.

<u>FORMATION</u>	<u>GAS</u>
PICTURED CLIFFS	72%
MESAVERDE	28%

Commingled production from each zone must be reported in accordance with the allocation factors identified above. The effective date will be the date downhole commingling actually occurs.

If you have any questions regarding the above, contact Matt Halbert at (505) 599-6350.

Sincerely

Jim Lovato

Senior Technical Advisor, Petroleum Management Team

cc:  
NMOCD, Sante Fe, NM  
NMOCD, Aztex, NM

bcc:  
NM-03040-A