



United States Department of the Interior

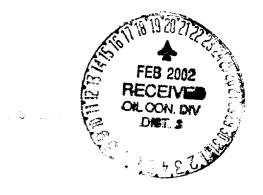
BUREAU OF LAND MANAGEMENT

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

IN REPLY REFER TO: SF-078426

3162.7 (07100)

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



San Juan 29 - 6 Unit #51A Unit D, 800 FNL & 1140' FWL, Sec. 31, T29N, R 6 W API - 30-039-21088; 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

PICTURED CLIFFS 54%

MESAVERDE 46%

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

Jill Lovato

Senior Technical Advisor, Petroleum Management Team

cc:

NMOCD, Sante Fe, NM NMOCD, Aztex, NM

bcc:

SF-078426