

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: NMSF-078282 et al 3162.7 (07100)

Clint Hutchinson Phillips Petroleum Company 5525 Hwy. 64 NBU 3004 Farmington, NM 87401

Dear Mr. Hutchinson:



June 1, 2001

Reference is made to your application for down hole commingling of gas from the Mesaverde and Dakota formations. We have received your fixed allocation factors for the wells listed below and after review, we hereby accept your submitted allocation factors with their indicated starting dates.

Weil Name Lease number	Location	API#	Allocation	Allocation	Starting Date
San Juan 29-5 #32 SF-078282	N sec 29, T29N, R5W	30039-07524	Mesaverde 83% gas 0% oil	Dakota	1-2001
San Juan 29-5 #32M SF-078282	D sec 29, T29N, R5W	30039-25817	Mesaverde	Dakota	1-2001
San Juan 29-5 #45 SF-080069	A sec 22, T29N, R5W	30039-07596	Mesaverde 44% gas 0% oil	16% gas 0% oil Dakota	3-2001
San Juan 29-5 #53M Fee	O sec 32, T29N, R5W	30039-25481	Mesaverde 45% gas 0% oil	56% gas 0% oil Dakota	10–1999
San Juan 29-5 #55 SF-078277	M sec 18, T29N, R5W	30039-20458	Mesaverde 80% gas 0% oil	55% gas 0% oil Dakota 20% gas 0% oil	3–1999
an Juan 29-5 #57M VM-03188	P sec 29, T29N, R5W	30039-25817	Mesaverde 48% gas 0% oil	Dakota	1–2001
an Juan 29-5 #64M IM-03188	E sec 21, T29N, R5W	30039-25834	Mesaverde 60% gas 0% oil	52% gas 0% oil Dakota	4–11-1999
an Juan 29-5 #65M M-03188	E sec 28, T29N, R5W	30039-25492	Mesaverde 77% gas 0% oil	40% gas 0% oil Dakota	10–1999
an Juan 29-5 #67M F-078281 You have any que	D sec 20, T29N, R5W	30039-25821	Mesaverde	23% gas 0% oil Dakota 25% gas 0% oil	1-2001

If you have any questions, please contact Joe Hewitt at (505) 599-6365.

Sincerely,

Joe Hewith

Joe Hewitt

Geologist, Petroleum Management Team

cc: NMOCD, Santa Fe, NM NMOCD, Aztec, NM