

December 11, 2001

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

Re: San Juan 28-5 Unit #75 G Section 17, T-28-N, R-5-W 30-039-20108

REVISED

Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well. DHC-2823 was issued for this well.

Gas:	Gallup Dakota	18% 82%
Oil:	Mesaverde Dakota	0% 0%

These percentages were calculated using rate-time reserve estimate comparisons for each respective formation.

Please let me know if you have any questions.

Sincerely,

Peggy Cole

Regulatory Supervisor

Xc: NMOCD – Santa Fe Bureau of Land Management

3401 East 30th, Post Office Box 4289, Farmington, NM 87499 505-326-9727 Fax: 505-326-9563

PRODUCTION ALLOCATION FORMULA BASED ON REMAINING RESERVES

San Juan 28-5 Unit #75 (Dakota/Gallup) Commingle Unit G, 17-T28N-R5W Rio Arriba County, New Mexico

REVISED

Allocation Formula Method:

Capital Workover - Dec (effective January 2001) GAS:	cember 2000		
	EUR	RR	Gas Allocation %
Dakota	1,656.2	206.9	82%
Both Formations	<u>270.9</u>	<u>251.1</u>	
Gallup		44.2	18%
OIL:			
	<u>EUR</u>	RR	Allocation %
Dakota	0.00	0.00	0%
Dakota Both Formations	0.00 <u>0.51</u>	0.00 <u>0.32</u>	0%