

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-079250 3162.7 (07100)

Peggy Cole Burlington Resource 3401 East 30 th P.O. Box 4289 Farmington, New Mexico 87401 Feb 13, 2002

RE: Accept Commingle Applications and Allocation Method

Dear Ms. Cole

We have received your allocation factors and your Application for Downhole Commingling of the well listed below. We hereby accept your allocation factors using rate-time reserve estimate comparisons for each respective formation.

San Juan 28-6 Unit # 75 G Section 17, T-28-N, R-5-W: 1650 FNL - 1500' FEL 30-03920108 Rio Arriba Co, New Mmexico

| Gas: | Dakota Gallup | 82% 18% |
|------|------------------|------------|
| Oil: | Dakota Gallup | 0% 100% |

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, please contact Matt Halbert at 505-599-6350

Sincerely.

Vin Lovato Team Leader, Petroleum Management Team

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

bcc:SF-079250 DOMR 07100: Mhalbert 1/28/02 Grenier # 15