



**PRODUCTION ALLOCATION FORM**

Distribution:  
BLM 4 Copies  
Regulatory  
Accounting  
Well File  
Revised: March 9, 2006

Status  
PRELIMINARY   
FINAL   
REVISED

Commingle Type  
SURFACE  DOWNHOLE   
Type of Completion  
NEW DRILL  RECOMPLETION  PAYADD  COMMINGLE

Date: 2/4/2008  
API No. 30-045-34428  
DHC No. DHC2740AZ  
Lease No. SF-077107-C

Well Name  
**Storey C LS**

Well No.  
**#13M**

Unit Letter <b>F</b>	Section <b>33</b>	Township <b>T028N</b>	Range <b>R009W</b>	Footage <b>1795' FNL &amp; 1840' FWL</b>	County, State <b>San Juan County, New Mexico</b>
-------------------------	----------------------	--------------------------	-----------------------	---	---

Completion Date <b>1/29/08</b>	Test Method HISTORICAL <input type="checkbox"/> FIELD TEST <input checked="" type="checkbox"/> PROJECTED <input type="checkbox"/> OTHER <input type="checkbox"/>
-----------------------------------	---

FORMATION	GAS	PERCENT	CONDENSATE	PERCENT
MESAVERDE	760 MCFD	54%		54%
DAKOTA	655 MCFD	46%		46%
	1415			

JUSTIFICATION OF ALLOCATION: These percentages are based upon isolated flow tests from the Mesaverde and Dakota formations during completion operations. Oil was not present during flow test operations. For that reason, oil percentages are based upon the gas allocation and are provided in the event this wellbore begins producing oil at some point in the future.

APPROVED BY	DATE	TITLE	PHONE
X <i>Ryan Frost</i> Ryan Frost	2/5/08	Engineer	505-324-5143
X <i>Kandis Roland</i> Kandis Roland	2/4/08	Engineering Tech.	505-326-9743