

November 21, 2001

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

Re: San Juan 28-5 Unit #59M C Section 30, T-28-N, R-5-W 30-039-22616

Gentlemen:

Attached is a copy of the allocation for the commingling of the subject well. DHC-2053 was issued for this well.

Gas:	Mesaverde	24%
	Dakota	76%
Oil:	Mesaverde	73%
	Dakota	27%

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

Please let me know if you have any questions.

Sincerely,

le 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 Documentation

San Juan 28-5 Unit #59M

Production Allocation Based on Remaining Reserves

<u>GAS</u>			
Dakota	<u>EUR</u> 1,911.3	<u>RR</u> 716.2	Allocation % 76%
All	<u>2,084.8</u>	<u>947.8</u>	
Mesaverde		231.5	24%
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OIL			
Dakota	<u>EUR</u> 1.6	<u>RR</u> 0.4	Allocation % 27%
All	<u>18.7</u>	<u>1.6</u>	
Mesaverde		1.2	73%