April 3, 2000

Phillips Petroleum Company 5525 Highway 64 Farmington, New Mexico 87401

Attention: Mr. Clint Hutchinson

Re: Form C-107-A San Juan 30-5 Unit No. 83M

Dear Mr. Hutchinson:

I have reviewed the Form C-107-A filed for the San Juan 30-5 Unit Well No. 83M. Please be advised that additional data with regards to Items No. 13 and 14 is necessary in order to process your application. Item No. 13 states that the value of production will be decreased by commingling. Please submit an explanation. Item No. 14 does not state whether the USBLM has been notified in writing of the application. Please address this question.

Your application will be processed upon receipt of the requested data. If you should have any questions, please contact me at (505) 827-8184.

Sincerely,

David Catanach Engineer

Xc: OCD-Aztec BLM-Farmington