

Logan 35 Federal #11

Allocation Formula

Well Name	Producing Formation	*Daily Production Test	% of Total Oil
		31-34 day average	
Logan 35 Federal #11	(51300) Red Lake (Q-GB-SA)	30 BO/100 MCF/222 BW	40 %
Logan 35 Federal #11	(96836) Red Lake; Glorieta-Yeso-NE,	44 BO/47 MCF/366 BW	60 %

* From attached production plots

The above production test represents stable production from the San Andres and the Yeso. We believe these rates of production represent an acceptable means to allocate production.