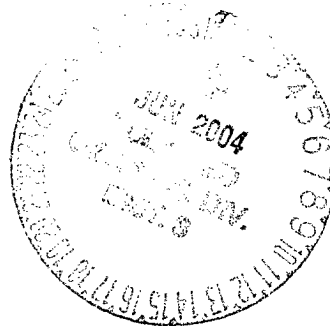


PURE RESOURCES LP  
c/o Mike Pippin LLC  
3104 N. Sullivan  
Farmington, NM 87401  
(505) 327-4573

5/30/04

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

Re: Rincon Unit #128R  
N Section 28 T27N R6W  
30-039-27323



H  
Gentlemen,

The subject well was completed on 3/15/04 and has been approved for downhole MV/DK commingling with DHC-1331AZ. Attached is a copy of the approved gas & oil commingle allocations from all the currently commingled MV/DK wells in the Rincon Unit.

|      |           |     |
|------|-----------|-----|
| Gas: | Dakota    | 60% |
|      | Mesaverde | 40% |
| Oil  | Dakota    | 51% |
|      | Mesaverde | 49% |

The Gas and Oil allocations are based on the average gas and oil allocations from all the other MV/DK commingled wells in the Rincon Unit. See the attached list of MV/DK commingled well allocations. Please let me know if you have any questions.

Sincerely,

A handwritten signature in cursive script that reads 'Mike Pippin'.

Mike Pippin  
Agent - Petroleum Engineer

Attachment: 1

| 3  | Gas                                                                    |               |               |               |                                   | Oil           |               |               |                                   |
|----|------------------------------------------------------------------------|---------------|---------------|---------------|-----------------------------------|---------------|---------------|---------------|-----------------------------------|
| 4  |                                                                        | DK %          | MV %          | Total %       | Comments                          | DK %          | MV %          | Total %       | Comments                          |
| 78 | RINCON #229M                                                           | 0.83          | 0.17          | 1.00          | New % May, 2002                   | 1.00          | 0.00          | 1.00          | Eff. Dec., 2001 - New % May, 2002 |
| 79 | RINCON #231E                                                           | 0.22          | 0.78          | 1.00          |                                   | 0.19          | 0.81          | 1.00          |                                   |
| 80 | RINCON #231R                                                           | 0.92          | 0.08          | 1.00          | Compl May, 2002                   | 0.49          | 0.51          | 1.00          | Eff. May, 2002                    |
| 81 | RINCON #302                                                            | 0.52          | 0.48          | 1.00          |                                   |               |               | 0.00          |                                   |
| 82 | RINCON #302M                                                           | 0.77          | 0.23          | 1.00          | Compl Mar. 2002 - New % Nov, 2002 | 1.00          | 0.00          | 1.00          | Eff. Mar., 2002 - New % Nov, 2002 |
| 83 | RINCON #303                                                            | 0.22          | 0.78          | 1.00          |                                   | 0.20          | 0.80          | 1.00          |                                   |
| 84 | RINCON #303M                                                           | 0.40          | 0.60          | 1.00          | New Comgle% eff. Nov. 2002        | 0.66          | 0.34          | 1.00          | Eff. Apr., 2002 - New % Nov, 2002 |
| 85 | RINCON #304                                                            | 0.48          | 0.52          | 1.00          |                                   | 0.27          | 0.73          | 1.00          |                                   |
| 86 | RINCON #304M                                                           | 0.28          | 0.72          | 1.00          |                                   | 0.41          | 0.59          | 1.00          |                                   |
| 87 | RINCON #306                                                            | 0.58          | 0.42          | 1.00          |                                   |               |               | 0.00          |                                   |
| 88 | RINCON #306M                                                           | 0.71          | 0.29          | 1.00          | New Comgle% eff. Nov. 2002        | 0.83          | 0.17          | 1.00          | Eff. Dec., 2001 - New % Nov, 2002 |
| 89 |                                                                        |               |               |               |                                   |               |               |               |                                   |
| 90 | <b>AVERAGES</b>                                                        | <b>0.5972</b> | <b>0.4028</b> | <b>1.0000</b> |                                   | <b>0.5138</b> | <b>0.4862</b> | <b>0.8214</b> |                                   |
| 91 | <b>Number of Commingled DK/MV wells in Rincon Unit as of Feb. 2004</b> |               |               |               |                                   | <b>84.00</b>  |               |               |                                   |

|    |                                             |             |             |                |                                             |             |             |                |                                         |  |
|----|---------------------------------------------|-------------|-------------|----------------|---------------------------------------------|-------------|-------------|----------------|-----------------------------------------|--|
| 1  | <b>Rincon MV/DK Commingling Percentages</b> |             |             |                |                                             |             |             |                |                                         |  |
| 2  | <b>Wells commingled as of February 2004</b> |             |             |                |                                             |             |             |                |                                         |  |
| 3  | <b>Gas</b>                                  |             |             |                |                                             | <b>Oil</b>  |             |                |                                         |  |
| 4  |                                             | <b>DK %</b> | <b>MV %</b> | <b>Total %</b> | <b>Comments</b>                             | <b>DK %</b> | <b>MV %</b> | <b>Total %</b> | <b>Comments</b>                         |  |
| 5  | RINCON 1E                                   | 0.62        | 0.38        | 1.00           |                                             | 0.50        | 0.50        | 1.00           |                                         |  |
| 6  | RINCON 11E                                  | 0.87        | 0.13        | 1.00           |                                             | 0.73        | 0.27        | 1.00           |                                         |  |
| 7  | RINCON 57                                   | 0.67        | 0.33        | 1.00           |                                             | 0.38        | 0.62        | 1.00           |                                         |  |
| 8  | RINCON 79A                                  | 0.70        | 0.30        | 1.00           |                                             | 0.50        | 0.50        | 1.00           | Total Percentages 12-7-02               |  |
| 9  | RINCON 125M                                 | 0.44        | 0.56        | 1.00           |                                             | 0.50        | 0.50        | 1.00           |                                         |  |
| 10 | RINCON 125P                                 | 0.41        | 0.59        | 1.00           | eff May, 2003                               | 0.50        | 0.50        | 1.00           | Total Percentages                       |  |
| 11 | RINCON 125R                                 | 0.51        | 0.49        | 1.00           | eff May, 2003                               | 0.50        | 0.50        | 1.00           | Total Percentages                       |  |
| 12 | RINCON 126                                  | 0.78        | 0.22        | 1.00           |                                             | 0.50        | 0.50        | 1.00           |                                         |  |
| 13 | RINCON 126M                                 | 0.48        | 0.52        | 1.00           |                                             | 0.50        | 0.50        | 1.00           |                                         |  |
| 14 | RINCON 127M                                 | 0.83        | 0.17        | 1.00           |                                             | 0.50        | 0.50        | 1.00           |                                         |  |
| 15 | RINCON 127R                                 | 0.72        | 0.28        | 1.00           | eff May, 2003                               | 0.50        | 0.50        | 1.00           |                                         |  |
| 16 | RINCON 128M                                 | 0.41        | 0.59        | 1.00           |                                             | 0.50        | 0.50        | 1.00           |                                         |  |
| 17 | RINCON 129M                                 | 0.73        | 0.27        | 1.00           |                                             |             |             | 0.00           |                                         |  |
| 18 | RINCON 130M                                 | 0.58        | 0.42        | 1.00           | Comgl Jan. 2002 - New % May, 2002           | 0.30        | 0.70        | 1.00           | Eff. Jan., 2002 - New % May, 2002       |  |
| 19 | RINCON 131                                  | 0.58        | 0.42        | 1.00           |                                             | 0.49        | 0.51        | 1.00           |                                         |  |
| 20 | RINCON 131E                                 | 0.38        | 0.62        | 1.00           |                                             | 0.67        | 0.33        | 1.00           |                                         |  |
| 21 | RINCON 133R                                 | 0.57        | 0.43        | 1.00           | eff May, 2003                               | 0.50        | 0.50        | 1.00           |                                         |  |
| 22 | RINCON 134E                                 | 0.32        | 0.68        | 1.00           |                                             | 0.15        | 0.85        | 1.00           |                                         |  |
| 23 | RINCON 136E                                 | 0.92        | 0.08        | 1.00           |                                             | 0.50        | 0.50        | 1.00           |                                         |  |
| 24 | RINCON 137E (eff DK/MV)                     | 0.63        | 0.37        | 1.00           |                                             | 0.50        | 0.50        | 1.00           | Only gas is allocated to GL formation   |  |
| 25 | RINCON 138                                  | 0.57        | 0.43        | 1.00           |                                             | 0.43        | 0.57        | 1.00           |                                         |  |
| 26 | RINCON 138E                                 | 0.63        | 0.37        | 1.00           |                                             |             |             | 0.00           |                                         |  |
| 27 | RINCON 139                                  | 0.77        | 0.23        | 1.00           |                                             | 0.50        | 0.50        | 1.00           |                                         |  |
| 28 | RINCON 139E                                 | 0.67        | 0.33        | 1.00           |                                             |             |             | 0.00           |                                         |  |
| 29 | RINCON 146M                                 | 0.68        | 0.32        | 1.00           | Comgl Sep., 2002 - new % eff. Mar., 2002    | 0.33        | 0.67        | 1.00           | Eff. Sep., 2001 - new % eff. Mar., 2002 |  |
| 30 | RINCON 149M                                 | 0.45        | 0.55        | 1.00           |                                             | 0.95        | 0.05        | 1.00           |                                         |  |
| 31 | RINCON 150E                                 | 0.89        | 0.11        | 1.00           |                                             |             |             | 0.00           |                                         |  |
| 32 | RINCON 151M                                 | 0.74        | 0.26        | 1.00           |                                             | 0.50        | 0.50        | 1.00           |                                         |  |
| 33 | RINCON 155M                                 | 0.43        | 0.57        | 1.00           |                                             | 0.25        | 0.75        | 1.00           | Eff. Sep., 2001                         |  |
| 34 | RINCON 156M                                 | 0.85        | 0.15        | 1.00           | New % eff. May, 2002                        | 0.60        | 0.40        | 1.00           | Eff. Nov., 2001 New % May, 2002         |  |
| 35 | RINCON 156R                                 | 0.50        | 0.50        | 1.00           | eff May, 2003                               | 0.50        | 0.50        | 1.00           |                                         |  |
| 36 | RINCON 157M                                 | 0.71        | 0.29        | 1.00           | Comgl Sep., 2002 - new % eff. Mar., 2002    | 0.84        | 0.16        | 1.00           | Eff. Sep., 2001 - new % eff. Mar., 2002 |  |
| 37 | RINCON 158M                                 | 0.51        | 0.49        | 1.00           |                                             | 0.50        | 0.50        | 1.00           |                                         |  |
| 38 | RINCON 158R                                 | 0.70        | 0.30        | 1.00           |                                             | 0.70        | 0.30        | 1.00           |                                         |  |
| 39 | RINCON 159M                                 | 0.44        | 0.56        | 1.00           |                                             | 0.50        | 0.50        | 1.00           |                                         |  |
| 40 | RINCON 164R                                 | 0.74        | 0.26        | 1.00           | New Comgle% eff. Nov., 2002 - eff May, 2003 | 0.50        | 0.50        | 1.00           | Eff. Oct., 2002 New % Nov, 2002         |  |
| 41 | RINCON 165M                                 | 0.46        | 0.54        | 1.00           | New Comgle% eff. Nov., 2002                 | 0.58        | 0.42        | 1.00           | Eff. Feb., 2002 New % Nov, 2002         |  |
| 42 | RINCON 166E                                 | 0.65        | 0.35        | 1.00           |                                             | 0.47        | 0.53        | 1.00           |                                         |  |
| 43 | RINCON #166R                                | 0.98        | 0.02        | 1.00           |                                             |             |             | 0.00           |                                         |  |
| 44 | RINCON #167M                                | 0.79        | 0.21        | 1.00           |                                             |             |             | 0.00           |                                         |  |
| 45 | RINCON #168                                 | 0.48        | 0.52        | 1.00           |                                             | 0.25        | 0.75        | 1.00           |                                         |  |
| 46 | RINCON #168E (eff DK, MV)                   | 0.29        | 0.71        | 1.00           |                                             | 0.56        | 0.44        | 1.00           | Only gas is allocated to GL formation   |  |
| 47 | RINCON 168R                                 | 0.79        | 0.21        | 1.00           | eff May, 2003                               | 0.50        | 0.50        | 1.00           |                                         |  |
| 48 | RINCON #169                                 | 0.47        | 0.53        | 1.00           |                                             | 0.52        | 0.48        | 1.00           |                                         |  |
| 49 | RINCON #170                                 | 0.61        | 0.39        | 1.00           |                                             | 0.60        | 0.40        | 1.00           |                                         |  |
| 50 | RINCON #170M                                | 0.75        | 0.25        | 1.00           |                                             | 0.50        | 0.50        | 1.00           |                                         |  |
| 51 | RINCON #171M                                | 0.90        | 0.10        | 1.00           |                                             |             |             | 0.00           |                                         |  |
| 52 | RINCON #173M                                | 0.72        | 0.28        | 1.00           |                                             |             |             | 0.00           |                                         |  |
| 53 | RINCON #174M                                | 0.59        | 0.41        | 1.00           |                                             |             |             | 0.00           |                                         |  |
| 54 | RINCON 174R                                 | 0.44        | 0.56        | 1.00           | New cmgl eff Feb, 2004 -                    | 0.21        | 0.79        | 1.00           | New % eff. Feb., 2004                   |  |
| 55 | RINCON #175M                                | 0.61        | 0.39        | 1.00           |                                             |             |             | 0.00           |                                         |  |
| 56 | RINCON #176                                 | 0.71        | 0.29        | 1.00           |                                             | 0.24        | 0.76        | 1.00           |                                         |  |
| 57 | RINCON #176E                                | 0.75        | 0.25        | 1.00           |                                             | 0.94        | 0.06        | 1.00           |                                         |  |
| 58 | RINCON #178                                 | 0.54        | 0.46        | 1.00           |                                             | 0.41        | 0.59        | 1.00           |                                         |  |
| 59 | RINCON #178E                                | 0.71        | 0.29        | 1.00           |                                             | 0.71        | 0.29        | 1.00           |                                         |  |
| 60 | RINCON #179M                                | 0.77        | 0.23        | 1.00           |                                             | 1.00        | 0.00        | 1.00           | Approved % Dec., 2001                   |  |
| 61 | RINCON #180M                                | 0.39        | 0.61        | 1.00           |                                             |             |             | 0.00           |                                         |  |
| 62 | RINCON 180R                                 | 0.69        | 0.31        | 1.00           | eff May, 2003                               | 0.50        | 0.50        | 1.00           | Temporary Percentage                    |  |
| 63 | RINCON #181M                                | 0.07        | 0.93        | 1.00           |                                             | 0.02        | 0.98        | 1.00           | eff. Feb., 2002                         |  |
| 64 | RINCON 182R                                 | 0.61        | 0.39        | 1.00           | eff May, 2003                               | 0.50        | 0.50        | 1.00           | Temporary Percentage                    |  |
| 65 | RINCON #183                                 | 0.38        | 0.62        | 1.00           |                                             | 0.38        | 0.62        | 1.00           |                                         |  |
| 66 | RINCON #183E                                | 0.44        | 0.56        | 1.00           |                                             | 0.07        | 0.93        | 1.00           |                                         |  |
| 67 | RINCON #184M                                | 0.96        | 0.04        | 1.00           |                                             |             |             | 0.00           |                                         |  |
| 68 | RINCON #185E                                | 0.79        | 0.21        | 1.00           |                                             | 0.92        | 0.08        | 1.00           |                                         |  |
| 69 | RINCON #186M                                | 0.06        | 0.94        | 1.00           |                                             | 0.01        | 0.99        | 1.00           |                                         |  |
| 70 | RINCON 186R                                 | 0.49        | 0.51        | 1.00           | eff May, 2003                               | 0.50        | 0.50        | 1.00           |                                         |  |
| 71 | RINCON #187E                                | 0.86        | 0.14        | 1.00           |                                             |             |             | 0.00           |                                         |  |
| 72 | RINCON #193M                                | 0.58        | 0.42        | 1.00           |                                             | 0.81        | 0.19        | 1.00           | eff. Dec., 2001                         |  |
| 73 | RINCON #201                                 | 0.30        | 0.70        | 1.00           |                                             | 0.46        | 0.54        | 1.00           |                                         |  |
| 74 | RINCON 201R                                 | 0.62        | 0.38        | 1.00           | New cmgl eff Feb, 2004 -                    | 0.27        | 0.73        | 1.00           | New % eff. Feb, 2004                    |  |
| 75 | RINCON #202                                 | 0.55        | 0.45        | 1.00           |                                             | 0.51        | 0.49        | 1.00           |                                         |  |
| 76 | RINCON #202M                                | 0.61        | 0.39        | 1.00           |                                             | 0.64        | 0.36        | 1.00           | Eff. Oct., 2001                         |  |
| 77 | RINCON #227M                                | 0.40        | 0.60        | 1.00           | Comgl Apr. 2002 - New % Nov, 2002           | 1.00        | 0.00        | 1.00           | Eff. Apr., 2002 - New % Nov, 2002       |  |