BURLINGTON

June 28, 2004

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

Re:

San Juan 28-5 Unit #33

L Section 17, T-28-N, R-5-W

30-039-07413





Gentlemen:

Attached is a copy of the allocation for the subject well that was commingled 1/30/03. DHC-2047 was issued for this well.

Gas:

Mesaverde

100%

Dakota

0%

Oil:

Mesaverde

100%

Dakota

0%

These percentages are based upon an historical production for both formations. These formations were produced up their own tubing prior to be commingled in January, 2003. The Dakota formation had not produced since 1989, and was not able to test at the completion of the work over. The Mesaverde will be allocated 100% of the production while working on partner approval to plug and abandon the Dakota. There was no condensate production to allocate.

Please let me know if you have any questions.

Sincerely.

Nancy Oltmanns

Senior Staff Specialist

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 #33

Production Allocation

Based on Historical Production

Mesaverde / Dakota Commingle January 2003

Gas Historical Production

Rate Mcfd Allocation %

Dakota 0 0%

Mesaverde <u>380</u> 100%

380

Condensate

Dakota The Dakota has never produced condensate.

Mesaverde 100%



