

<div style="font-size: 2em; font-weight: bold; margin: 0;">RECEIVED</div> <div style="font-size: 3em; font-weight: bold; margin: 0;">BURLINGTON</div> <div style="font-size: 1.5em; font-weight: bold; margin: 0;">RESOURCES</div> <div style="font-size: 1.2em; margin-top: 5px;">JUL 30 2012</div> <div style="font-size: 0.8em; margin-top: 5px;">Farmington Field Office Bureau of Land Management</div>					Distribution: BLM 4 Copies Regulatory Accounting Well File Revised: March 9, 2006																										
<div style="font-size: 1.2em; font-weight: bold; margin: 0;">PRODUCTION ALLOCATION FORM</div>					Status PRELIMINARY <input type="checkbox"/> FINAL <input checked="" type="checkbox"/> REVISED <input type="checkbox"/>																										
Commingle Type SURFACE <input type="checkbox"/> DOWNHOLE <input checked="" type="checkbox"/> Type of Completion NEW DRILL <input checked="" type="checkbox"/> RECOMPLETION <input type="checkbox"/> PAYADD <input type="checkbox"/> COMMINGLE <input type="checkbox"/>					Date: 7/26/2012 API No. 30-039-30782 DHC No. DHC3217AZ Lease No. SF-079394																										
Well Name San Juan 27-5 Unit					Well No. #143N																										
Unit Letter Surf- H	Section 34	Township T027N	Range R005W	Footage 1879' FNL & 20' FEL	County, State Rio Arriba County, New Mexico																										
Completion Date 7/8/11		Test Method HISTORICAL <input type="checkbox"/> FIELD TEST <input checked="" type="checkbox"/> PROJECTED <input type="checkbox"/> OTHER <input type="checkbox"/>																													
RCVD AUG 13 '12 OIL CONS. DIV. DIST. 3																															
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JUSTIFICATION OF ALLOCATION: Final Allocation: These percentages are based upon compositional gas analysis tests from the Mesaverde and Dakota formations during completion operations. Subsequent allocations will be submitted every three months after the first delivery date. Allocation splits will keep changing until the gas analysis mole fractions stabilize. Condensate percentages are based upon the formation yields.																															
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