

SF-079727

| | | |
|--|---|--|
| <h1 style="margin: 0;">BURLINGTON</h1> <h2 style="margin: 0;">RESOURCES</h2> <p style="margin: 0;">PRODUCTION ALLOCATION FORM</p> | <p>2005 OCT 17 AM 8 58</p> <p>RECEIVED</p> <p>070 FARMINGTON NM</p> | <p>Distribution: Regulatory Accounting Well File</p> <p>Original: August 1, 2003</p> |
| | | <p>Status</p> <p>PRELIMINARY <input type="checkbox"/></p> <p>FINAL <input type="checkbox"/></p> <p>REVISED <input checked="" type="checkbox"/></p> |

| | |
|---|--|
| <p>Type of Completion</p> <p>NEW DRILL <input type="checkbox"/> RECOMPLETION <input type="checkbox"/> PAYADD <input type="checkbox"/> COMMINGLE <input checked="" type="checkbox"/></p> | <p>Date: 10/11/2005</p> <p>API No: 30039253110000</p> <p>DHC#: R10002</p> |
|---|--|

| | |
|---|------------------------------------|
| <p>Well Name</p> <p>SAN JUAN 28-4 UNIT</p> | <p>Well No.</p> <p>#225</p> |
|---|------------------------------------|

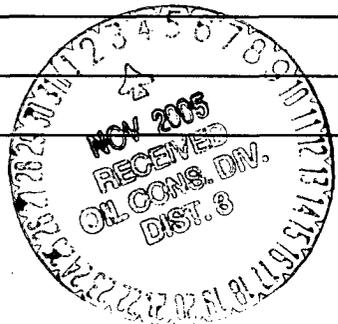
| | | | | | |
|-------------|---------|----------|-------|---------|-------------------------------|
| Unit Letter | Section | Township | Range | Footage | County, State |
| N | 7 | T28N | R4W | | Rio Arriba County, New Mexico |

| | |
|---|--|
| <p>Completion Date</p> <p>10-28-93</p> | <p>Test Method</p> <p>HISTORICAL <input type="checkbox"/> FIELD TEST <input type="checkbox"/> PROJECTED <input type="checkbox"/> OTHER <input checked="" type="checkbox"/></p> |
|---|--|

| FORMATION | GAS | PERCENT | CONDENSATE | PERCENT |
|-----------------|-----|---------|------------|---------|
| Fruitland Coal | | 2% | | 2% |
| Pictured Cliffs | | 98% | | 98% |
| | | | | |

JUSTIFICATION OF ALLOCATION: It is recommended that the allocation for the San Juan 28-4 Unit NP 225 be adjusted based on an analysis of offset performance. Non-commingled offset Fruitland Coal and Pictured Cliffs producers within a two mile radius of the subject well were used to determine a reasonable average EUR. For the Fruitland Coal these were the SJ 28-4 Unit NP 202, Fed 29 4 32 2, and Fed 29 4 32 1. Average EUR is 26 MMCF. For the Pictured Cliffs the wells are Schalk 29-4 2, and Schalk 29-4 4. The average EUR for these wells is 1200 MMCF. This gives a 98% allocation to the Pictured Cliffs and 2% to the Fruitland Coal.

| APPROVED BY | TITLE | DATE |
|--|--|-----------------|
| <p>X <i>Jim Schlabaugh</i></p> <p>Jim Schlabaugh</p> | <p>Engineer</p> | <p>10-12-05</p> |
| <p>X</p> | <p>APPROVED</p> <p>Engineer</p> <p>NOV 01 2005</p> <p><i>Matt Skelton</i></p> <p>FIELD MANAGER</p> | |



NMCCD