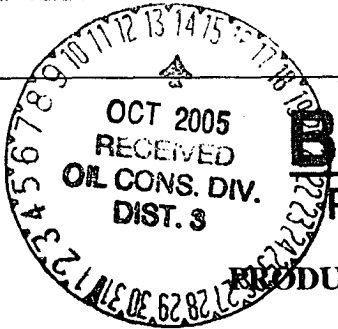



| | | | | | | |
|---|----------------------|---|---------------------|------------|---|----------|
|  <div style="display: inline-block; text-align: center;"> <h1 style="margin: 0;">BURLINGTON</h1> <h2 style="margin: 0;">RESOURCES</h2> <h3 style="margin: 0;">PRODUCTION ALLOCATION FORM</h3> </div> | | | | | Distribution: Regulatory Accounting Well File Original: August 1, 2003 | |
| | | | | | Status PRELIMINARY <input type="checkbox"/> FINAL <input type="checkbox"/> REVISED <input checked="" type="checkbox"/> | |
| Type of Completion NEW DRILL <input type="checkbox"/> RECOMPLETION <input type="checkbox"/> PAYADD <input type="checkbox"/> COMMINGLE <input checked="" type="checkbox"/> | | | | | Date: 10/10/2005 API No: 30039253620000 DHC#: DHC1003 | |
| Well Name SAN JUAN 28-5 UNIT NP | | | | | Well No. #211 | |
| Unit Letter K | Section 13 | Township T28N | Range R5W | Footage | County, State Rio Arriba County, New Mexico | |
| Completion Date 8-26-94 | | Test Method HISTORICAL <input type="checkbox"/> FIELD TEST <input type="checkbox"/> PROJECTED <input type="checkbox"/> OTHER <input checked="" type="checkbox"/> | | | | |
| FORMATION GAS PERCENT CONDENSATE PERCENT | | | | | | |
| Fruitland Coal | | | | 30% | 30% | |
| Pictured Cliffs | | | | 70% | 70% | |
| | | | | | | |
| JUSTIFICATION OF ALLOCATION: It is recommended that the allocation for the San Juan 28-5 Unit NP 211 be adjusted based on an analysis of offset performance. Non-commingled offset Fruitland Coal and Pictured Cliffs producers within a three mile radius of the subject well were used to determine a reasonable average EUR. For the Fruitland Coal these were the SJ 28-5 Unit NP 201, SJ 28-5 Unit 201S, SJ 28-5 Unit 245, SJ 28-4 Unit NP 202, SJ 28-4 Unit NP 17, and Fed 29 4 32 2. Average EUR is 272 MMCF. For the Pictured Cliffs the wells are SJ 29-5 Unit 101, SJ 29-5 Unit 100, SJ 29-5 Unit 106, SJ 29-5 Unit 87, Schalk 29-4 2, and Schalk 29-4 4. The average EUR for these wells is 630 MMCF. This gives a 70% allocation to the Pictured Cliffs and 30% to the Fruitland Coal. | | | | | | |
| APPROVED BY | | | | TITLE | | DATE |
| X  Jim Schlabaugh | | | | Engineer | | 10-12-05 |
| X | | | | Engineer | | |
| | | | | | | |