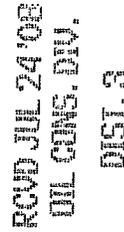




PRODUCTION ALLOCATION FORM



Distribution:
BLM 4 Copies
Regulatory
Accounting
Well File
Revised: March 9, 2006

Status
PRELIMINARY
FINAL
REVISED

Comingle Type
SURFACE DOWNHOLE
Type of Completion
NEW DRILL RECOMPLETION PAYADD COMMINGLE

Date: **7/14/2008**
API No. **30-039-30415**
DHC No. **DHC2804AZ**
Lease No. **SF-078640**

Well Name
San Juan 28-7 Unit

Well No.
#151E

Unit Letter P	Section 21	Township T027N	Range R007W	Footage 905' FSL & 895' FEL	County, State Rio Arriba County, New Mexico
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Completion Date: **7/3/2008**
Test Method: HISTORICAL FIELD TEST PROJECTED OTHER

FORMATION	GAS	PERCENT	CONDENSATE	PERCENT
MESAVERDE	1626 MCFD	37%	48 BOPD	100%
DAKOTA	2723 MCFD	63%	0 BOPD	0%
	4349		48	

JUSTIFICATION OF ALLOCATION: These percentages are based upon isolated flow tests from the Mesaverde and Dakota formations during completion operations.

APPROVED BY	DATE	TITLE	PHONE
X <i>Ryan Frost</i> Ryan Frost	7/21/08	Engineer	505-324-5143
X <i>Kandis Roland</i> Kandis Roland	7/14/08	Engineering Tech.	505-326-9743

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