

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office 1235 La Plata Highway, Suite A Farmington, New Mexico 87401

IN REPLY REFER TO NM - 06283 SF - 078505 SF- 080669 SF - 080670 3162.7 (07100)

March 28, 2002

Ms. Peggy Cole Burlington Resources P.O. Box 4289 Farmington, NM 87401

Re:

Accept Commingle Applications and Allocation Method

Dear Ms. Cole:

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We have received your allocation factors and your Application for Downhole Commingling of the four wells listed below. After review, we hereby accept your submitted allocation factors. The effective date is the date that downhole commingling actually occurs.

Well Name	Location	API#	Lease Number		Formation Allocation			Formation Allocation		
San Juan 30-6 Unit # 114M	K sec 11, T30N, R6W	30039- 26635	NM - 06283	MV	gas Oil	85% 00%	DK	gas Oil	15% 00%	
Seymour # 11	NWSE sec 25, T31N, R9W	30045- 29904	SF-078505	MV	gas Oil	72% 72%	DK	gas Oil	28% 28%	
San Juan 27-4 Unit # 14M	F sec 18, T27N, R4W	30039- 25924	SF- 080669	MV	gas Oil	69% 67%	DK	gas Oil	31% 33%	
San Juan 27-4 Unit # 30M	F sec 32, T27N, R4W	30039- 26679	SF-080670	MV	gas Oil	32% 00%	DK	gas Oil	68% 100%	

If you have any questions, please contact Matt Halbert, at 505-599-6350.

Sincerely,

/s/ fim Lovato

Jim Lovato

Team Leader, Petroleum Management Team