

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 San Juan 28-5 Unit, et al. (GC) 3162.7 (07100)

March 18, 2002

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

Re: Accept Commingle Applications and Allocation Method

Dear Ms. Cole:

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 listed below. The effective date is the date that downhole commingling actually occurs.

Well Name	Location	API#	Lease Number		Formation Allocation			Formation Allocation	
San Juan 28-5 Unit # 78	M sec 25, T28N, R5W	30039- 20105	SF-079520A	MV	gas Oil	93% 100%	DK	gas Oil	07% 00%
San Juan 28-5 Unit # 42M	I sec 31, T28N, R5W	30039- 25630	SF-079521A	MV	gas Oil	55% 50%	DK	gas Oil	45% 50%
San Juan 28-5 Unit # 42	K sec 31, T28N, R5W	30048-39 07240	SF- 079521A	MV	gas Oil	57% 79%	DK	gas Oil	43% 21%
San Juan 27-5 Unit # 97M	D sec 31, T27N, R5W	30048 39 23728	SF-079367	MV	gas Oil	36% 39%	DK	gas Oil	64% 61%

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

Sincerely,

/s/ Jim Lovato

Jim Lovato

Team Leader, Petroleum Management Team

cc:

NMOCD, Aztec, NM NMOCD, Santa Fe, NM