

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 SF- 078278 et al. (wc) 3162.7 (07100)

April 29.2002

Charlie Donahue Phillips Petroleum Company 5525 HWY. 64 NBU 3004 Farmington, NM 87401

Re:

Accept Commingle Applications and Allocation Method:

Dear Mr. Donahue:

We have received your allocation factors and your Application for Downhole Commingling of the following wells. After review, we hereby accept your allocation factors. The effective date of using the ratio method is listed below.

Well Name	Location	API#	Lease Number	Formation Allocation		Formation Allocation		Effective Date
San Juan 29-6 Unit # 83	Unit M, Section 13, T29N, R6W	30039 - 07604	SF - 078278	MV	66%	Dk	34%	12-1-2001
San Juan 29-6 Unit # 31B	Unit E, Section 10, T29N, R6W	30039 - 26197	SF - 078278	MV	60%	Dk	40%	12-1-2001
San Juan 29-5 Unit # 52M	Unit I, Section 29, T29N, R5W	30039- 26310	NM - 03188	MV	64%	Dk	36% 	12-1-2001

If you have any questions, please contact Matt Halbert, at 505-599-6350 or the undersigned at (505) 599-6357.

Sincerely,

s/s fim Lovalo

Jim Lovato
Team Leader, Petroleum Management Team

Enclosures:

cc.

NMOCD, Aztec, NM NMOCD, Santa Fe, NM

