

New Mexico Oil Conservation Division 1000 Rio Brazos Road Aztec, New Mexico 87410

Re:

Sanchez #3B

NESE, Section 34, T-30-N, R-10-W

30-045-30406

San Juan County, New Mexico



The above referenced well is a Mesaverde/Chacra commingle. Attached is a copy of the allocation for the commingling of the subject well completed on April 1, 2001. DHC-340az was issued for this well.

Gas:

Mesa Verde

80%

Chacra

20%

Oil:

Mesa Verde

0%

Chacra

0%

These allocations are based on isolated flow tests from the Mesa Verde and Chacra during completion operations. Please let me know if you have any questions.

Sincerely,

Peggy Cole

Regulatory Supervisor

Xc:

NMOCD - Santa Fe

Bureau of Land Management

PRODUCTION ALLOCATION FORMULA USING FLOW TEST INFORMATION

Sanchez #3B (Mesaverde/Chacra) Commingle Unit I, 34-T30N-R10W San Juan County, New Mexico

Allocation Formula Method:

- 3 Hour Flow Test from Mesaverde = 743 MCFD & 0 BO
- 3 Hour Flow Test from Chacra = 182 MCFD & 0 BO

GAS:

$$(MV)$$
 743 MCFD = (MV) % Mesaverde 80% (MV/CH) 925 MCFD

OIL:

$$\frac{(MV) \text{ 0 BO}}{(MV/CH) \text{ 0 BO}} = \text{(MV)} \% \frac{\text{Mesaverde } 0\%}{\text{Mesaverde } 0\%}$$

$$(CH) \ 0 \ BO$$
 = (CH) % Chacra 0%