Proposed Allocation of Production for Commingled Production

Using Production Data from Gavilan #1

Production for November 1983 - Dakota only producing

0i1

Gas

177.78 / 30 days

2653.22 Mcf/30 days

5.9 BOPD

88.4 Mcf/day

Production for June 1983 - Gallup only producing

0il

Gas

1768.6 / 30 days

18,865.2 Mcf/30 days

59.0 BOPD

628.8 Mcf/day

Theoritical Combined Production

59.0 + 5.9 = 64.9 BOPD

628.8 + 88.4 = 717.2 MCF/day

Gallup Production is:

 $\frac{59}{64.9}$ = 91% of total oil $\frac{628.8}{717.2}$ = 88% of total gas

Therefore recommend that production be allocated as follows:

Oil: 91% to Gallup & 9% to Dakota

Gas: 88% to Gallup & 12% to Dakota

BEFORE EXAMINER STOGNER OIL CONSERVATION DIVISION

DETHUEST EXHIBIT NO. 14

CASE NO. BOY Z