

SCHULTZ Com D #8
NE/NE 16 29N-10W
MONTHLY GAS PRODUCTION ALLOCATION FORMULA

GENERAL EQUATION

$$Q_t = Q_{ftc} + Q_{pc}$$

WHERE: **Q_t** = Total Monthly Production (Mcf / Month)
 Q_{ftc} = Fruitland Coal (ftc) Monthly Production (Mcf / Month)
 Q_{pc} = Pictured Cliffs (pc) Monthly Production (Mcf / Month)

Rearranging the Equation to Solve for **Q_{ftc}**:

$$Q_{ftc} = Q_t - Q_{pc}$$

Any Production Rate Over What is Calculated for the Pictured Cliffs (Q_{pc}), Using the Applied Formula is Fruitland Coal Production (Q_{ftc}).

The Pictured Cliffs (Q_{pc}) Formation Production Formula is:

$$Q_{pc} = Q_{pci} \times e^{\{-(D_{pc}) \times (t)\}}$$

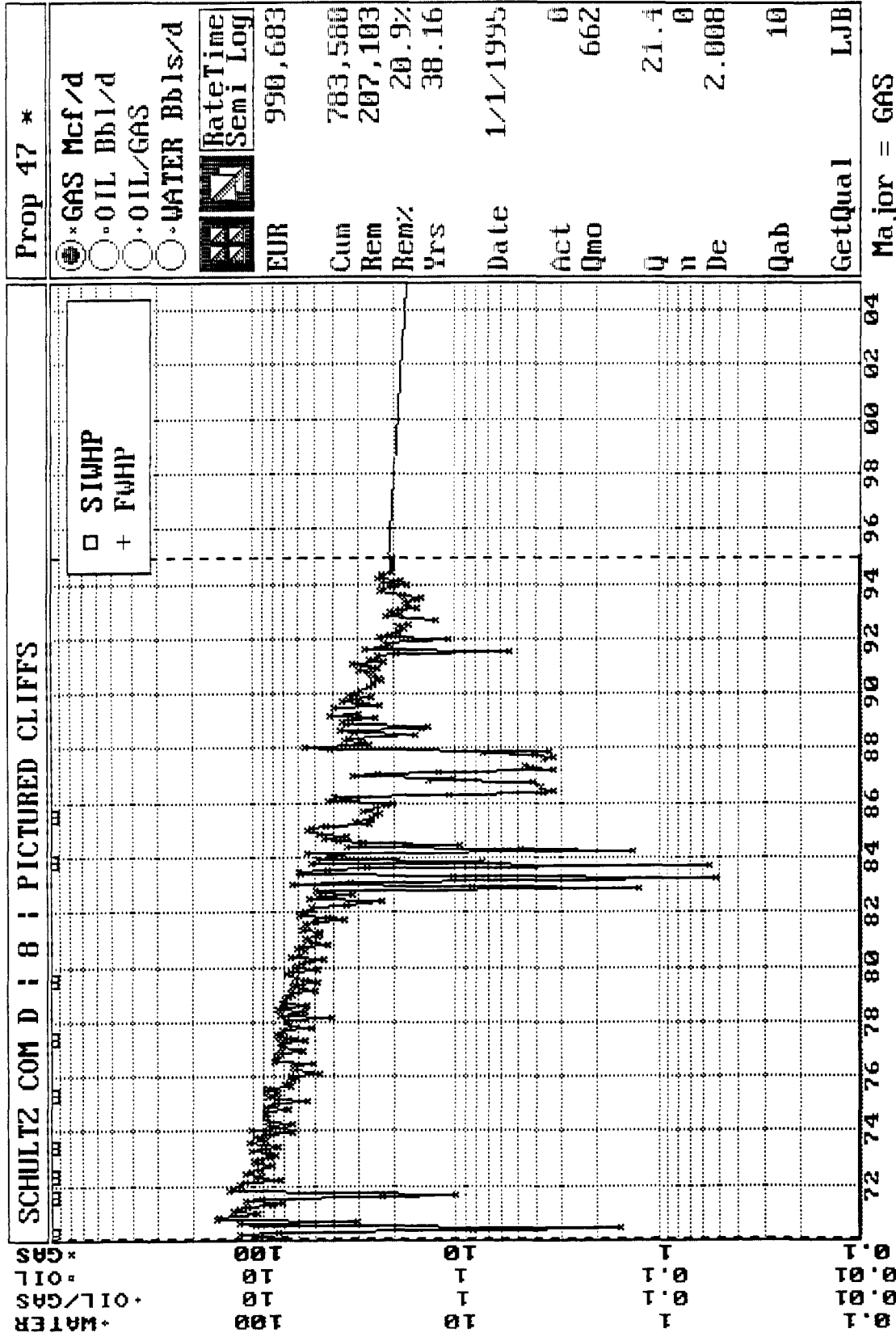
WHERE: **Q_{pci}** = Pictured Cliffs Initial Monthly Rate = **662 Mcf/M** (Determined from the attached decline curve)

 D_{pc} = Pictured Cliffs Monthly Decline Rate Calculated from Decline Curve and Material Balance Analysis:

 D_{pc} = (0.0017/M)

THUS: **Q_{ftc}** = **Q_t - Q_{pci} X e^{-(0.0017) X (t)}**

NOTE: (t) is in Months



Major = GAS