

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

Re: Angel Peak B #22E SENW, Section 13, T-28-N, R-11-W 30-045-25530

Gentlemen:

The above referenced well is a Chacra/Gallup/Dakota commingle. Attached is a copy of the allocation for the commingling of the subject well completed on January 9, 2002. DHC-736 was issued for this well.

Gas:	Chacra Gallup Dakota	66% 14% 20%
Oil:	Chacra Gallup Dakota	0% 42% 58%

The Gallup and Dakota percentages are based upon reserves assigned to each formation founded on production from the respective formations before workover operations and after workover operations on the Chacra formation. The Chacra formation does not produce any oil; therefore, oil percentages remain the same as before the addition of the Chacra formation. Please let me know if you have any questions.

Sincerely,

Peggý Cole

Regulatory Supervisor

Xc: NMOCD – Santa Fe Bureau of Land Management

3401 East 30<sup>th</sup>, Post Office Box 4289, Farmington, NM 87499 505-326-9727 Fax: 505-326-9563

## <u>Angel Peak B #22E</u> Production Allocation Based on Remaining Reserves Dakota / Gallup / Chacra Recompletion

<u>Gas</u>

.

ł

	RR (MMCF) Allocation %		
Gallup	44	14%	
Chacra	207	66%	
Dakota	<u>61</u>	20%	
All	312.07		
<u>Oil</u>			
	RR (Bbls Oil)Allocation %		
Gallup		42%	
Chacra		0%	
Dakota		58%	

All

 $\mathbf{N}$