## **ALLOCATION METHODS**

## **Subtraction Method**

- Used when a new zone is opened to flow prior to rate stabilization
- Existing zones are forecast using established decline rate
- Existing zone production is subtracted from total well production

## Fixed Percentage Method

- Used when all zones have established stable production rates
- Each zone production calculated based on fixed percentage
- Subtraction method can be changed to Fixed Percentage method after stabilization