

ESTIMATED EFFECT OF 8000 MINIMUM ALLOWABLE
BASIN-DAKOTA GAS POOL

| Deliverability Groups of Wells | No. Wells | Allowable Assigned Using 8000 Min. (breaking point 4202 Del.) | Allowable Assigned Using 0 Min. (breaking point 74 Del.) | Actual Allow- able Assigned Wells Based on Production History |
|-----------------------------------|--------------|--|---|---|
| 0 - 74 | 11 | 16,698 | 16,698 | 13,164 |
| 74 to 4202 | 395 | 3,031,166 (-1,299,039-) | 2,533,679 (-801,552-) | 1,732,127 (26 wells o/p |
| 4202 to Total | 29 | 318,508 | 815,995 | 1,621,071 |
| | <u>435</u> | <u>3,366,372</u> | <u>3,366,372</u> | <u>3,366,372</u> |

Maximum effect of 8000 minimum would be:

60.9 % of the allowable for 6.6% of the wells in the pool would go to
90.8% of the wells assigned a minimum of 8000 MCF/Mo.

Actual effect based on 10 month production history of minimum wells would
be:

In the minimum group (74 to 4202 Del.) the production history shows
this group to be incapable of producing the allowable assigned by either
0 or 8000 minimum method. The result would then be to assign less allow-
able to all wells above 1450 MCF/D Deliverability less allowable than the
formula now provides. This would decrease allowables on 103 wells from
1450 to 4302 MCF/D Deliverability.