Distribution:

		BU	RI	NG OUR	TO	N 6	OCT 200	D 3	3	Regulatory Accounting Well File
		RE	ES	DUR	CE	S	L CONS. DIST. 3	DIV.)) 	Original: August 1, 2003
PRODUCTION ALLOCATION FORM									Status PRELIMINARY FINAL REVISED REVISED	
Type of Completion										: 10/10/2005
NEW DRILL ☐ RECOMPLETION ☐ PAYADD ☐ CO						OMMINGLE	\boxtimes			No: 30045083880000 ##:- R-10280
Well Name SCHULTZ COM D						0	1tc 207	7AZ	Well #8	
Unit Letter	Section 16	Townsl T29 N	- 1	ip Range R10W		Footage		County, State San Juan County, New Mexico		
A	10	1 291		KIUW		San J			uan County, New Mickies	
Completion Date Test Method										
12-30-57 HISTORICAL ⊠ FIELD TEST ☐ PROJE							JECTED	OT	HER [
FORMATION GAS PERCENT CONDENSATE PERCENT										
FORMATION			GAS			1		PENSATE PE		PERCENT
Fruitland Coal						94%				94%
A2 Pictured Cliffs						6%	-			6%
JUSTIFICATION OF ALLOCATION: It is recommended that the allocation for the Schultz Com D 8 be adjusted and fixed at the above levels based on an analysis of its historical decline behaviour. A projection of the historical decline for the Pictured Cliffs suggests that the current rate should be approximately 11 MCFD with no downtime. This compares with a total reported rate of 176 MCFD for both zones combined (May 2005). These rates would calculate to 6% for the Pictured Cliffs and 94% for the Fruitland Coal. Fixing the allocation at this level will allow a more equitable sharing of production at this point in the well life.										
A DDD OVED BY						TITLE			DATE	
APPROVED BY					IIILE			DA	DATE	
X Wellstong					Engineer			10-12-05		
Jim Schla										
X						Engineer				
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