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

Re:

Sunray B #1B

SENW, Section 15, T-30-N, R-10-W

30-045-30010

San Juan County, New Mexico

Gentlemen:

allocation for the commingling of the subject well completed on June 21, 2001. R11363 was issued for this well.

Gas:

Mesa Verde

47%

Dakota

53%

Oil:

Mesa Verde

0%

Dakota

0%

These allocations are based on isolated flow tests from the Mesa Verde and Dakota during completion operations. Please let me know if you have any questions.

Sincerely,

Peggy Cole

Regulatory Supervisor

Xc:

NMOCD - Santa Fe

Bureau of Land Management

PRODUCTION ALLOCATION FORMULA USING FLOW TEST INFORMATION

Sunray B #1B (Mesaverde/Dakota) Commingle Unit F, 15-T30N-R10W San Juan County, New Mexico

Allocation Formula Method:

- 1 Hour Flow Test from Mesaverde = 1304 MCFD & 0 BO
- 1 Hour Flow Test from Dakota = 1454 MCFD & 0 BO

GAS:

OIL:

$$\frac{(MV) \text{ 0 BO}}{(MV/DK) \text{ 0 BO}} = (MV) \% \text{ Mesaverde } 0\%$$

$$\frac{(DK) \text{ 0 BO}}{(MV/DK) \text{ 0 BO}} = (DK) \% \text{ Dakota 0\%}$$