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- (6) Each of the proposed non-standard gas proration units has previously been approved by Division Orders Nos. R-564, R-771, R-1096, R-1097, R-1098 and R-2046, for use in developing gas reserves in the Basin-Dakota and Blanco-Mesaverde Pools, and has proven to be effective in promoting orderly development in this area.
- (7) No offset operator objected to the proposed non-standard gas proration units.
- (8) Approval of the subject application will afford the applicant the opportunity to produce his just and equitable share of the gas in the Basin-Fruitland Coal (Gas) Pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED THAT:

- (1) The application of Amoco Production Company for six non-standard gas proration units in the Basin-Fruitland Coal (Gas) Pool, San Juan County, New Mexico, as described in Exhibit "A" attached hereto and made a part hereof is hereby approved.
- (2) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

 ${\tt DONE}$ at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

Writor 2 Lynn

WILLIAM J. LEMAY

for Director

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