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STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

ORDER NO. AG-49

GAS PRORATION ORDER FOR THE PERIOD APRIL 1, 1984 THROUGH MARCH 31, 1985

This cause came on for public hearing before the Division's Examiner, Richard L. Stamets, at Santa Fe, New Mexico, at 8 a.m. on February, 15, 1984, pursuant to legal notice for the purpose of setting the allowable production of gas from the following fifteen gas pools in Lea, Eddy, and Chaves Counties, New Mexico, for the one-year period April 1, 1984 through March 31, 1985.

Atoka-Pennsylvanian, Buffalo Valley-Pennsylvanian, Burton Flats-Morrow, Burton Flats-Strawn, Carlsbad-Morrow South, Catclaw Draw-Morrow, Crosby-Devonian, Eumont, Indian Basin-Morrow, Indian Basin-Upper Pennsylvanian, Jalmat, Justis, Monument McKee-Ellenburger, and Tubb.

NOW, on this <u>15th</u> day of February, 1984, the Division Director, having considered the preliminary nominations of purchasers, the capacity of producing wells, and the recommendations of the Examiner, and being otherwise fully advised in the premises,

FINDS:

(1) That the total nomination of purchasers of gas produced from the above-listed fifteen gas pools for the period of April 1, 1984 through March 31, 1985, is 116,509,503 Mcf. The individual pool nominations are as follows:

Atoka-Pennsylvanian	2,830,110	Mcf
Blinebry	8,905,316	Mcf
Buffalo Valley-Pennsylvanian	4,623,833	Mcf
Burton Flats-Morrow	7,474,570	Mcf
Burton Flats-Strawn	274,847	Mcf
Carlsbad-Morrow, South	6,265,402	Mcf
Catclaw Draw-Morrow	2,610,000	Mcf
Crosby-Devonian	182,900	Mcf
Eumont	20,975,568	Mcf
Indian Basin-Morrow	870,000	Mcf
Indian Basin-Upper Pennsylvanian	46,810,000	Mcf
Jalmat	9,336,593	Mcf
Justis	764,900	Mcf
Monument McKee-Ellenburger	662,748	Mcf
Tubb	3,922,716	Mcf

(2) That the potential producing capacity of all gas wells in the fifteen gas pools listed above is in excess of the

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> nominations of purchasers of gas, and in order to prevent waste and protect correlative rights, the production of gas from the listed fifteen gas pools should be limited, allocated, and distributed during the one-year proration period commencing April 1, 1984.

> (3) That all the producing gas wells, together with the expected completed or recompleted wells in the fifteen gas pools listed above, can produce a total of 116,509,503 Mcf without causing waste within the one-year proration period commencing April 1, 1984, and an allocation based upon such production would be reasonable and would protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That for the one-year proration period commencing April 1, 1984, the total allowable production to be assigned the fifteen allocated gas pools in Lea, Eddy, and Chaves Counties, New Mexico, is as follows:

Atoka-Pennsylvanian	2,830,110	Mcf
Blinebry	8,905,316	Mcf
Buffalo Valley-Pennsylvanian	4,623,833	Mcf
Burton Flats-Morrow	7,474,570	Mcf
Burton Flats-Strawn	274,847	Mcf
Carlsbad-Morrow, South	6,265,402	Mcf
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Jalmat	9,336,593	Mcf
Justis	764,900	Mcf
Monument McKee-Ellenburger	662,748	Mcf
Tubb	3,922,716	Mcf

(2) That the allocation hereby set for said one-year proration period in the fifteen allocated pools in Lea, Eddy, and Chaves Counties, New Mexico, shall be in accordance with the Division Rules, Regulations, and Orders.

(3) That a total allowable production for each pool as set forth shall be allocated on a monthly basis and shall be adjusted monthly to meet changes in market conditions as reflected by purchasers' supplemental nominations and actual gas production, in accordance with the Division Rules, Regulations, and Orders. -3-Order No. AG-49

The foregoing order shall remain effective until further order of the Division.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION This W JOE D. RAMEY Director

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