

Entered February 24, 1976
JNR

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

ORDER NO. AG-N-38

GAS PRORATION ORDER FOR THE PERIOD APRIL 1, 1976
THROUGH MARCH 31, 1977

This cause came on for public hearing by the Commission's Examiner, Daniel S. Nutter, at Santa Fe, New Mexico, on February 18, 1976, at 9 a.m., pursuant to legal notice, for the purpose of setting the allowable production of gas from the following five gas pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, for the one-year period, April 1, 1976 through March 31, 1977.

Basin-Dakota, Blanco-Mesaverde, Blanco-Pictured Cliffs, South, Tapacito-Pictured Cliffs, and Devils Fork-Gallup.

NOW, on this 24th day of February, 1976, the Commission, a quorum being present, having considered the supplemental 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 five gas pools for the period April 1, 1976 through March 31, 1977 is 453,311,600. The individual pool nominations are as follows:

Basin-Dakota	155,309,900 Mcf
Blanco-Mesaverde	255,273,200 Mcf
Blanco-Pictured Cliffs, South	32,272,900 Mcf
Tapacito-Pictured Cliffs	10,110,900 Mcf
Devils Fork-Gallup	344,700 Mcf

(2) That the potential producing capacity of all gas wells in the five gas pools listed above is in excess of the nominations of purchasers of gas, and in order to prevent waste and protect correlative rights, the production of gas from the above-listed five gas pools should be limited, allocated, and distributed during the one-year proration period commencing April 1, 1976.

(3) That all the producing gas wells, together with the expected completed or recompleted wells in the five gas pools listed above, can produce a total of 453,311,600 Mcf without causing waste within the one-year proration period commencing April 1, 1976, 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, 1976, the total allowable production to be assigned the five allocated gas pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, is as follows:

Basin-Dakota	155,309,900 Mcf
Blanco-Mesaverde	255,273,200 Mcf
Blanco-Pictured Cliffs, South	32,272,900 Mcf
Tapacito-Pictured Cliffs	10,110,900 Mcf
Devils Fork-Gallup	344,700 Mcf

(2) That the allocation hereby set for said one-year proration period in the five allocated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, shall be in accordance with the Commission Rules, Regulations, and Orders.

(3) That the 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 Commission Rules, Regulations, and Orders.

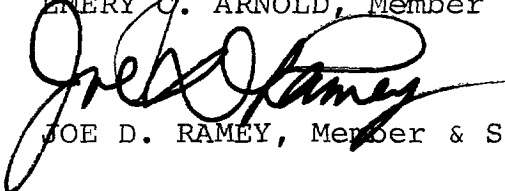
The foregoing order shall remain effective until further order of the Commission.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


PHIL R. LUCERO, Chairman


EMERY C. ARNOLD, Member


JOE D. RAMEY, Member & Secretary

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