

Entered May 19, 1978



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

ORDER NO. AG-N-40-3

SUPPLEMENTAL GAS PRORATION ORDER FOR THE MONTH
OF JUNE, 1978

This cause came on for public hearing before the Division's Examiner, Richard L. Stamets, at Santa Fe, New Mexico, at 9 a.m. on May 17, 1978, pursuant to legal notice for the purpose of setting the allowable production of gas from the following four gas pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, for the month of June, 1978:

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

NOW, on this 19th day of May, 1978, the Division Director, 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 four gas pools for the month of June, 1978, is 36,852,750 Mcf. The individual pool nominations are as follows:

Basin-Dakota	11,227,750 Mcf
Blanco-Mesaverde	22,687,000 Mcf
Blanco-Pictured Cliffs, South	2,359,000 Mcf
Tapacito-Pictured Cliffs	579,000 Mcf

(2) That the potential producing capacity of all gas wells in the four 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 four gas pools should be limited, allocated, and distributed during the month of June, 1978.

(3) That all the producing gas wells, together with the expected completed or recompleted wells in the four gas pools listed above, can produce a total of 36,852,750 Mcf without causing waste during the month of June, 1978, and an allocation based upon such production would be reasonable and would protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That for the month of June, 1978, the allowable production to be assigned the four allocated gas pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, is as follows:

Basin-Dakota	11,227,750 Mcf
Blanco-Mesaverde	22,687,000 Mcf
Blanco-Pictured Cliffs, South	2,359,000 Mcf
Tapacito-Pictured Cliffs	579,000 Mcf

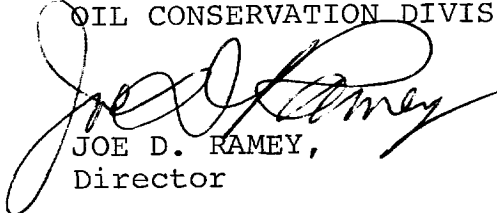
(2) That the allocation hereby set for the month of June, 1978, in the four allocated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, shall be in accordance with the Division Rules, Regulations, and Orders.

(3) That a proration schedule, duly prepared by the Division and thereafter adopted for the month of June, 1978, is hereto attached and made a part hereof; it distributes and allocates the allowable production among the gas wells in the four gas pools listed above for the period stated, in accordance with the Division Rules, Regulations, and Orders.

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


JOE D. RAMEY,
Director

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