Entered March 24, 1969 OLP

## BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

ORDER NO. AG-31-A

GAS PRORATION ORDER FOR PERIOD MAY 1, 1969 THROUGH DECEMBER 31, 1969

The Commission held public hearing at Santa Fe, New Mexico, on March 19, 1969, at 9 o'clock a.m., pursuant to legal notice, for the purpose of setting the allowable production of gas from the following gas pool in Chaves County, New Mexico, for the eight-month period, May 1, 1969, through December 31, 1969.

## Buffalo Valley-Pennsylvanian

NOW, on this <u>24th</u> day of March, 1969, the Commission, a quorum being present, having considered the nominations of purchasers, the capacity of producing wells, and being otherwise fully advised in the premises.

## FINDS:

(1) That the total nomination of purchasers of gas produced from the above-listed gas pool for the period, May 1, 1969, through December 31, 1969, is 3,280,000 Mcf. The individual pool nomination is as follows:

Buffalo Valley-Pennsylvanian

3,280,000 Mcf

- (2) That the potential producing capacity of all gas wells in the gas pool 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 gas pool should be limited, allocated, and distributed during the eight-month proration period commencing May 1, 1969.
- (3) That all the producing gas wells, together with the expected completed or recompleted wells in the gas pool listed above, can produce a total of 3,280,000 Mcf without causing waste within the eight-month proration period commencing May 1, 1969, and an allocation based upon such production would be reasonable and would protect correlative rights.

## IT IS THEREFORE ORDERED:

(1) That for the eight-month proration period commencing May 1, 1969, the total allowable production to be assigned the allocated gas pool in Chaves County, New Mexico, is as follows:

Buffalo Valley-Pennsylvanian

3,280,000 Mcf

(2) That the allocation hereby set for said eight-month proration period in the allocated pool in Chaves County, New Mexico, shall be in accordance with the Commission Rules, Regulations, and Orders.

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(3) That the total allowable production for this pool 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

DAVID F. CARGO, Chairman

ALEX J. ARMIJO. Member

A. L. PORTER, Jr., Member & Secretary

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