Entered June 13, 1969

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

ORDER NO. AG-32-1

SUPPLEMENTARY GAS PRORATION ORDER FOR THE MONTH OF JULY, 1969

The Commission held public hearing at Santa Fe, New Mexico, on June 13, 1969, at 9 a.m., pursuant to legal notice, for the purpose of setting the allowable production of gas from the following fourteen gas pools in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico, for the month of July, 1969.

Atoka-Pennsylvanian, Bagley-Lower Pennsylvanian, Bagley-Upper Pennsylvanian, Blinebry, Buffalo Valley-Pennsylvanian, Crosby-Devonian, Eumont, Indian Basin-Morrow, Indian Basin-Upper Pennsylvanian, Jalmat, Justis, Monument McKee-Ellenburger, Todd-Lower San Andres, and Tubb.

NOW, on this <u>13th</u> day of June, 1969, the Commission, a quorum being present, having considered the supplementary 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 fourteen gas pools for the month of July, 1969, is 17,013,980 Mcf. The individual pool nominations are as follows:

| Atoka-Pennsylvanian | 886,700 Mcf |
|----------------------------------|---------------|
| Bagley-Lower Pennsylvanian | 35,000 Mcf |
| Bagley-Upper Pennsylvanian | 40,000 Mcf |
| Blinebry | 1,173,150 Mcf |
| Buffalo Valley-Pennsylvanian | 410,000 Mcf |
| Crosby-Devonian | 201,500 Mcf |
| Eumont | 4,493,117 Mcf |
| Indian Basin-Morrow | 197,400 Mcf |
| Indian Basin-Upper Pennsylvanian | 4,599,000 Mcf |
| Jalmat | 3,001,411 Mcf |
| Justis | 221,400 Mcf |
| Monument McKee-Ellenburger | 219,180 Mcf |
| Todd-Lower San Andres | 52,000 Mcf |
| Tubb | 1,484,122 Mcf |

- (2) That the potential producing capacity of all gas wells in the fourteen 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 fourteen gas pools should be limited, allocated, and distributed during the month of July, 1969.
- (3) That all the producing gas wells, together with the expected completed or recompleted wells in the fourteen gas pools listed above, can produce a total of 17,013,980 Mcf without causing waste during the month of July, 1969, 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 July, 1969, the allowable production to be assigned the fourteen allocated gas pools in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico, is as follows:

| Atoka-Pennsylvanian | 886,700 Mcf |
|----------------------------------|----------------------|
| Bagley-Lower Pennsylvanian | 35,000 Mcf |
| Bagley-Upper Pennsylvanian | 40,000 Mcf |
| Blinebry | 1,173,150 Mcf |
| Buffalo Valley-Pennsylvanian | 410,000 Mcf |
| Crosby-Devonian | 201,500 Mcf |
| Eumont | 4,493,117 Mcf |
| Indian Basin-Morrow | 197,400 Mcf |
| Indian Basin-Upper Pennsylvanian | 4,599,000 Mcf |
| Jalmat | 3,001,411 Mcf |
| Justis | 221,400 Mcf |
| Monument McKee-Ellenburger | 219 , 180 Mcf |
| Todd-Lower San Andres | 52,000 Mcf |
| Tubb | 1,484,122 Mcf |

- (2) That the allocation hereby set for the month of July, 1969, in the fourteen allocated pools in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico, shall be in accordance with the Commission Rules, Regulations, and Orders.
- (3) That a proration schedule, duly prepared by the Commission and thereafter adopted for the month of July, 1969, is hereto attached and made a part hereof; it distributes and allocates the allowable production among the gas wells in the fourteen gas pools listed above for the period stated, 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 E CARGO, Chairman

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

SEAL