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BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

ORDER NO. AG-35

GAS PRORATION ORDER FOR PERIOD JANUARY 1, 1971, THROUGH JUNE 30, 1971

The Commission held public hearing at Santa Fe, New Mexico, on November 18, 1970, at 9 a.m., pursuant to legal notice, for the purpose of setting the allowable production of gas from the following fifteen gas pools in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico, for the six-month period January 1, 1971, through June 30, 1971.

Atoka-Pennsylvanian, Bagley-Lower Pennsylvanian, Bagley-Upper Pennsylvanian, Blinebry, Bluitt-San Andres, 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>19th</u> day of November, 1970, 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 fifteen gas pools for the period January 1, 1971, through June 30, 1971, is 124,834,966 Mcf. The individual pool nominations, which total 124,834,966 Mcf, are as follows:

Atoka-Pennsylvanian	4,588,000 Mcf
Bagley-Lower Pennsylvanian	60,000 Mcf
Bagley-Upper Pennsylvanian	240,000 Mcf
Blinebry	9,029,423 Mcf
Bluitt-San Andres	384,642 Mcf
Buffalo Valley-Pennsylvanian	2,631,000 Mcf
Crosby-Devonian	780,700 Mcf
Eumont	32,281,383 Mcf
Indian Basin-Morrow	1,607,450 Mcf
Indian Basin-Upper Pennsylvanian	38,437,000 Mcf
Jalmat	21,044,739 Mcf
Justis	1,646,300 Mcf
Monument McKee-Ellenburger	1,375,980 Mcf

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(2) That the potential producing capacity of all gas wells in the fifteen 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 abovelisted fifteen gas pools should be limited, allocated, and distributed during the six-month period commencing January 1, 1971.

(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 124,834,966 Mcf without causing waste within the six-month proration period commencing January 1, 1971, and an allocation based upon such production would be reasonable and would protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That for the six-month proration period commencing January 1, 1971, the total allowable production to be assigned the fifteen allocated gas pools in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico, is as follows:

Atoka-Pennsylvanian	4,588,000	Mcf
Bagley-Lower Pennsylvanian	60,000	Mcf
Bagley-Upper Pennsylvanian	240,000	Mcf
Blinebry	9,029,423	Mcf
Bluitt-San Andres	384,642	Mcf
Buffalo Valley-Pennsylvanian	2,631,000	Mcf
Crosby-Devonian	780,700	Mcf
Eumont	32,281,383	Mcf
Indian Basin-Morrow	1,607,450	Mcf
Indian Basin-Upper Pennsylvanian	38,437,000	Mcf
Jalmat	21,044,739	Mcf
Justis	1,646,300	Mcf
Monument McKee-Ellenburger	1,375,980	Mcf
Todd-Lower San Andres	312,000	Mcf
Tubb	10,416,349	Mcf

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

(3) That the total allowable production for each 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. -3-ORDER NO. AG-35

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 OLL CONSERVATION COMMISSION 1.5) 1/10 DAVID F. CARGO, Chairman

ALEX J. ARMIJO, Member

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

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