

*Entered November 16, 1972*  
*R.L.P.*

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

ORDER NO. AG-38

GAS PRORATION ORDER FOR PERIOD JANUARY 1, 1973  
THROUGH DECEMBER 31, 1973

This cause came on for public hearing by the Commission's Examiner Daniel S. Nutter, at Santa Fe, New Mexico, on November 14, 1972, at 9 a.m., pursuant to legal notice for the purpose of setting the allowable production of gas from the following seventeen gas pools in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico, for the one-year period, January 1, 1973, through December 31, 1973.

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

NOW, on this 16th day of November, 1972, the Commission, a quorum being present, having considered the 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 seventeen gas pools for the period, January 1, 1973, through December 31, 1973, is 323,586,965 Mcf. The individual pool nominations are as follows:

Atoka-Pennsylvanian	7,018,500 Mcf
Bagley-Lower Pennsylvanian	60,000 Mcf
Bagley-Upper Pennsylvanian	480,000 Mcf
Blinebry	28,966,241 Mcf
Bluitt-San Andres	440,000 Mcf
Buffalo Valley-Pennsylvanian	9,296,000 Mcf
South Carlsbad-Morrow	29,115,000 Mcf
South Carlsbad-Strawn	6,751,000 Mcf
Crosby-Devonian	2,165,900 Mcf
Eumont	79,183,198 Mcf
Indian Basin-Morrow	5,806,110 Mcf
Indian Basin-Upper Pennsylvanian	77,037,756 Mcf
Jalmat	43,651,850 Mcf
Justis	3,504,000 Mcf
Monument McKee-Ellenburger	3,858,700 Mcf
Todd-Lower San Andres	624,000 Mcf
Tubb	25,633,710 Mcf

(2) That the potential producing capacity of all gas wells in the seventeen 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 seventeen gas pools should be limited, allocated, and distributed during the one-year proration period commencing January 1, 1973.

(3) That all the producing gas wells, together with the expected completed or recompleted wells in the seventeen gas pools listed above, can produce a total of 323,586,965 Mcf without causing waste within the one-year proration period commencing January 1, 1973, 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 January 1, 1973, the total allowable production to be assigned the seventeen allocated gas pools in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico, is as follows:

Atoka-Pennsylvanian	7,018,500 Mcf
Bagley-Lower Pennsylvanian	60,000 Mcf
Bagley-Upper Pennsylvanian	480,000 Mcf
Blinebry	28,966,241 Mcf
Bluitt-San Andres	440,000 Mcf
Buffalo Valley-Pennsylvanian	9,296,000 Mcf
South Carlsbad-Morrow	29,115,000 Mcf
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Monument McKee-Ellenburger	3,858,700 Mcf
Todd-Lower San Andres	624,000 Mcf
Tubb	25,633,710 Mcf

(2) That the allocation hereby set for said one-year proration period in the seventeen 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 as set forth shall be allocated on a monthly basis and shall be adjusted monthly to meet changes in market conditions as reflected

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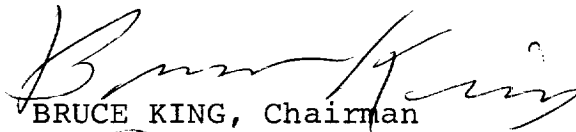
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by purchasers' supplemental nominations and actual gas production, in accordance with the Commission Rules, Regulations, and Orders.

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

  
BRUCE KING, Chairman

  
ALEX J. ARMIJO, Member

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

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