Entered Tehning 21, 1974 Oct A

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

Order No. AG-39

Gas Proration Order For Period April 1, 1974 Through March 31, 1975

This cause came on for public hearing by the Commission's Examiner Richard L. Stamets, at Santa Fe, New Mexico, on February 13, 1974 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, April 1, 1974, through March 31, 1975.

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

Now, on this 21st day of February, 1974, 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, April 1, 1974, through March 31, 1975, is 354,523,142 Mcf. The individual pool nominations are as follows:

Atoka-Pennsylvanian	6,896,000 Mcf
Blinebry	36,421,935 Mcf
Bluitt-San Andres	493,072 Mcf
Buffalo Valley-Pennsylvanian	7,501,000 Mcf
Burton Flats-Morrow	19,137,900 Mcf
Burton Flats-Strawn	4,708,000 Mcf
Carlsbad-Morrow, South	41,046,200 Mcf
Catclaw Draw-Morrow	19,074,200 Mcf
Crosby-Devonian	975,700 Mcf
Eumont	77,335,900 Mcf
Indian Basin-Morrow	5,073,088 Mcf
Indian Basin-Upper Pennsylvanian	63,630,707 Mcf
Jalmat	40,611,200 Mcf
Justis	2,437,700 Mcf
Monument Mckee-Ellenburger	3,320,100 Mcf
Todd-Lower San Andres	432,000 Mcf
Tubb	25,428,440 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 April 1, 1974.
- (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 354,523,142 Mcf without causing waste within the one-year proration period commencing April 1, 1974, 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 April 1, 1974, 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	6,896,000	Mcf
Blinebry	36,421,935	Mcf
Bluitt-San Andres	493,072	Mcf
Buffalo Valley-Pennsylvanian	7,501,000	Mcf
Burton Flats-Morrow	19,137,900	Mcf
Burton Flats-Strawn	4,708,000	Mcf
Carlsbad-Morrow, South	41,046,200	Mcf
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Justis	2,437,700	Mcf
Monument McKee-Ellenburger	3,320,100	Mcf
Todd-Lower San Andres	432,000	Mcf
Tubb	25,428,440	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 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.

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DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

I. R. TRUJILLO, Chairman

AVEX JARMIJO, Member

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

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