Entered august 4, 19>>

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

ORDER NO. AG-42-5

SUPPLEMENTAL GAS PRORATION ORDER FOR THE MONTH OF AUGUST, 1977

This cause came on for public hearing by the Commission's Examiner, Richard L. Stamets, at Santa Fe, New Mexico, on July 20, 1977, 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 month of August, 1977.

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

NOW, on this <u>4th</u> day of <u>August</u>, 1977, the Commission, a quorum being present, having considered the supplemental 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 fifteen gas pools for the month of August, 1977, is 23,298,218 Mcf. The individual pool nominations are as follows:

| Atoka-Pennsylvanian | 973,000 Mcf |
|----------------------------------|---------------|
| Blinebry | 2,693,445 Mcf |
| Buffalo Valley-Pennsylvanian | 424,000 Mcf |
| Burton Flats-Morrow | 2,581,200 Mcf |
| Burton Flats-Strawn | 195,250 Mcf |
| Carlsbad-Morrow, South | 1,597,000 Mcf |
| Catclaw Draw-Morrow | 566,300 Mcf |
| Crosby-Devonian | 43,400 Mcf |
| Eumont | 4,560,600 Mcf |
| Indian Basin-Morrow | 218,044 Mcf |
| Indian Basin-Upper Pennsylvanian | 5,729,579 Mcf |
| Jalmat | 2,258,700 Mcf |
| Justis | 126,600 Mcf |
| Monument McKee-Ellenburger | 280,600 Mcf |
| Tubb | 1,050,500 Mcf |
| | |

(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 listed fifteen gas pools should be limited, allocated, and distributed during the month of August, 1977. -2-Order No. AG-42-5

(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 23,298,218 Mcf without causing waste during the month of August, 1977, 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 August, 1977, the allowable production to be assigned the fifteen allocated gas pools in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico, is as follows:

| Atoka-Pennsylvanian | 973,000 Mcf |
|----------------------------------|---------------|
| Blinebry | 2,693,445 Mcf |
| Buffalo Valley-Pennsylvanian | 424,000 Mcf |
| Burton Flats-Morrow | 2,581,200 Mcf |
| Burton Flats-Strawn | 195,250 Mcf |
| Carlsbad-Morrow, South | 1,597,000 Mcf |
| Catclaw Draw-Morrow | 566,300 Mcf |
| Crosby-Devonian | 43,400 Mcf |
| Eumont | 4,560,600 Mcf |
| Indian Basin-Morrow | 218,044 Mcf |
| Indian Basin-Upper Pennsylvanian | 5,729,579 Mcf |
| Jalmat | 2,258,700 Mcf |
| Justis | 126,600 Mcf |
| Monument McKee-Ellenburger | 280,600 Mcf |
| Tubb | 1,050,500 Mcf |
| | |

(2) That the allocation hereby set for the month of August, 1977, 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 a proration schedule, duly prepared by the Commission and thereafter adopted for the month of August, 1977, is hereto attached and made a part hereof; it distributes and allocates the allowable production among the gas wells in the fifteen 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.

-3-Order No. AG-N-42-5

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

PHIL R. LUCERO, Chairman IU. Member ĒN thill. RAMEY, Member & Secretary JOE D.

SEAL

jr/