Entered april 21, 1928

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

ORDER NO. AG-43-2

SUPPLEMENTAL GAS PRORATION ORDER FOR THE MONTH OF MAY, 1978

This cause came on for public hearing before the Division's Examiner, Richard L. Stamets, at Santa Fe, New Mexico, at 9 a.m. on April 19, 1978, pursuant to legal notice for the purpose of setting the allowable production of gas from the following fifteen gas pools in Lea, Eddy, and Chaves Counties, New Mexico, for the month of May, 1978:

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>21st</u> day of April, 1978, the Division Director, 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 May, 1978, is 23,283,681 Mcf. The individual pool nominations are as follows:

Atoka-Pennsylvanian 685,	000 Mcf
Blinebry 2,660,0	508 Mcf
	900 Mcf
	900 Mcf
Burton Flats-Strawn 123,	300 Mcf
	250 Mcf
	700 Mcf
Crosby-Devonian 41,	900 Mcf
	200 Mcf
Indian Basin-Morrow 209,	044 Mcf
	579 Mcf
	300 Mcf
Justis 134,	800 Mcf
	500 Mcf
	700 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 May, 1978. -2-Order No. AG-43-2

(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 23,283,681 Mcf without causing waste during the month of May, 1978, 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 May, 1978, the allowable production to be assigned the fifteen allocated gas pools in Lea, Eddy, and Chaves Counties, New Mexico, is as follows:

Atoka-Pennsylvanian	685,000 Mcf
Blinebry	2,660,608 Mcf
Buffalo Valley-Pennsylvanian	430,900 Mcf
Burton Flats-Morrow	2,148,900 Mcf
Burton Flats-Strawn	123,300 Mcf
Carlsbad-Morrow, South	1,403,250 Mcf
Catclaw Draw-Morrow	368,700 Mcf
Crosby-Devonian	41,900 Mcf
Eumont	5,630,200 Mcf
Indian Basin-Morrow	209,044 Mcf
Indian Basin-Upper Pennsylvanian	5,684,579 Mcf
Jalmat	2,103,300 Mcf
Justis	134,800 Mcf
Monument McKee-Ellenburger	259 , 500 Mcf
Tubb	1,399,700 Mcf

(2) That the allocation hereby set for the month of May, 1978, in the fifteen allocated pools in Lea, Eddy, and Chaves Counties, New Mexico, shall be in accordance with the Division Rules, Regulations, and Orders.

(3) That a proration schedule, duly prepared by the Division and thereafter adopted for the month of May, 1978, 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 Division Rules, Regulations, and Orders.

The foregoing order shall remain effective until further order of the Division.

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

STATE OF NEW MEXICO OIL CONSERVATION DIVISION JP. Amer JOE D. RAMEY Director

SEAL jr/