Entered June 21, 1929

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

ORDER NO. AG-44-4

SUPPLEMENTAL GAS PRORATION ORDER FOR THE MONTH OF JULY, 1979

This cause came on for public hearing before the Division's Examiner, Daniel S. Nutter, at Santa Fe, New Mexico, at 9 a.m. on June 13, 1979, 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 July, 1979:

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 June, 1979, 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 July, 1979, is 20,699,631 Mcf. The individual pool nominations are as follows:

Atoka-Pennsylvanian	568,500	Mcf
Blinebry	2,576,273	Mcf
Buffalo Valley-Pennsylvanian	420,500	Mcf
Burton Flats-Morrow	1,208,445	Mcf
Burton Flats-Strawn	74 , 700	Mcf
Carlsbad-Morrow, South	1,049,900	Mcf
Catclaw Draw-Morrow	212,900	Mcf
Crosby-Devonian	16,000	Mcf
Eumont	6,222,900	Mcf
Indian Basin-Morrow	208,044	Mcf
Indian Basin-Upper Pennsylvanian	4,907,919	Mcf
Jalmat	1,840,900	Mcf
Justis	81,100	Mcf
Monument McKee-Ellenburger	185,100	Mcf
Tubb	1,126,450	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 listed fifteen gas pools should be limited, allocated, and distributed during the month of July, 1979.

(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 20,699,631 Mcf without causing waste during the month of July, 1979, 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 July, 1979, the allowable production to be assigned the fifteen allocated gas pools in Lea, Eddy, and Chaves Counties, New Mexico, is as follows:

Atoka-Pennsylvanian	568,500 Mcf
Blinebry	2,576,273 Mcf
Buffalo Valley-Pennsylvanian	420,500 Mcf
Burton Flats-Morrow	1,208,445 Mcf
Burton Flats-Strawn	74,700 Mcf
Carlsbad-Morrow, South	1,049,900 Mcf
Catclaw Draw-Morrow	212,900 Mcf
Crosby-Devonian	16,000 Mcf
Eumont	6,222,900 Mcf
Indian Basin-Morrow	208,044 Mcf
Indian Basin-Upper Pennsylvanian	4,907,919 Mcf
Jalmat	1,840,900 Mcf
Justis	81,100 Mcf
Monument McKee-Ellenburger	185,100 Mcf
Tubb	1,126,450 Mcf

(2) That the allocation hereby set for the month of July, 1979, 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 July, 1979, 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.

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

STATE OF NEW MEXICO OIL CONSERVATION DIVISION í JOE D. RAMEY, Emi Ri Director

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