Entered June 18, 1481 AK

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

ORDER NO. AG-46-4

SUPPLEMENTAL GAS PRORATION ORDER FOR THE MONTH OF JULY, 1981

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 17, 1981, 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, 1981:

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 18th day of June, 1981, 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, 1981, is 18,188,134 Mcf. The individual pool nominations are as follows:

Atoka-Pennsylvanian	241,819	Mcf
Blinebry	1,714,073	
Buffalo Valley-Pennsylvanian	593,075	
Burton Flats-Morrow	871,245	
Burton Flats-Strawn	27,900	
Carlsbad-Morrow, South	635,930	
Catclaw Draw-Morrow	546,100	Mcf
Crosby-Devonian	17,600	Mcf
Eumont	4,998,386	Mcf
Indian Basin-Morrow	151,000	Mcf
Indian Basin-Upper Pennsylvanian	5,978,000	Mcf
Jalmat	1,425,306	Mcf
Justis	113,000	Mcf
Monument McKee-Ellenburger	83,800	Mcf
Tubb	790,900	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, 1981.

(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 18,188,134 Mcf without causing waste during the month of July, 1981, 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, 1981, the allowable production to be assigned the fifteen allocated gas pools in Lea, Eddy, and Chaves Counties, New Mexico, is as follows:

Atoka-Pennsylvanian	241,819 Mcf
Blinebry	1,714,073 Mcf
Buffalo Valley-Pennsylvanian	593,075 Mcf
Burton Flats-Morrow	871,245 Mcf
Burton Flats-Strawn	27,900 Mcf
Carlsbad-Morrow, South	635,930 Mcf
Catclaw Draw-Morrow	546,100 Mcf
Crosby-Devonian	17,600 Mcf
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Jalmat	1,425,306 Mcf
Justis	113,000 Mcf
Monument McKee-Ellenburger	83,800 Mcf
Tubb	790,900 Mcf

(2) That the allocation hereby set for the month of July, 1981, 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, 1981, 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. -3-Order No. AG-46-4

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

 $\ensuremath{\mathsf{DONE}}$ at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OTAL CONSERVATION DIVISION ļ - 1 JOE D. RAMEY Director

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