Entered July 16, 1981

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

ORDER NO. AG-46-5

SUPPLEMENTAL GAS PRORATION ORDER FOR THE MONTH OF AUGUST, 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 July 15, 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 August, 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 <u>l6th</u> day of July, 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 August, 1981, is 17,654,610 Mcf. The individual pool nominations are as follows:

Atoka-Pennsylvanian	236,819	
Blinebry	1,713,473	
Buffalo Valley-Pennsylvanian	568,775	Mcf
Burton Flats-Morrow	797,461	
Burton Flats-Strawn	25,600	Mcf
Carlsbad-Morrow, South	698,330	Mcf
Catclaw Draw-Morrow	500,600	Mcf
Crosby-Devonian	20,100	Mcf
Eumont	5,018,886	Mcf
Indian Basin-Morrow	151,000	Mcf
Indian Basin-Upper Pennsylvanian	5,445,200	Mcf
Jalmat	1,485,906	Mcf
Justis	116,400	Mcf
Monument McKee-Ellenburger	91,460	Mcf
Tubb	784,600	

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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 August, 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 17,654,610 Mcf without causing waste during the month of August, 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 August, 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	236,819 Mcf
Blinebry	1,713,473 Mcf
Buffalo Valley-Pennsylvanian	568,775 Mcf
Burton Flats-Morrow	797,461 Mcf
Burton Flats-Strawn	25,600 Mcf
Carlsbad-Morrow, South	698,330 Mcf
Catclaw Draw-Morrow	500,600 Mcf
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Jalmat	1,485,906 Mcf
Justis	116,400 Mcf
Monument McKee-Ellenburger	91,460 Mcf
Tubb	784,600 Mcf

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

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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.

Director

STATE OF NEW MEXICO OIL CONSERVATION DIVISION times 4 ŀ JOE D. RAMEY

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