

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

ORDER NO. AG- 47

GAS PRORATION ORDER FOR THE PERIOD APRIL 1, 1982 THROUGH MARCH 31, 1983

This cause came on for public hearing by the Division's Examiner, Richard L. Stamets, at Santa Fe, New Mexico, on February 17, 1982, 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, and Chaves Counties, New Mexico, for the one-year period, April 1, 1982 through March 31, 1983.

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>22nd</u> day of February, 1982, the Division Director, having considered the preliminary nominations of purchasers, the capacity of producing wells, and the recommendations of the Examiner, and being otherwise fully advised in the premises,

FINDS:

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(1) That the total nomination of purchasers of gas produced from the above listed fifteen gas pools for the period April 1, 1982 through March 31, 1983 is 164,539,909 Mcf. The individual pool nominations are as follows:

Atoka-Pennsylvanian Blinebry	2,515,085 Mcf 17,477,018 Mcf
Buffalo Valley-Pennsylvanian	6,233,625 Mcf
Burton Flats-Morrow	8,501,514 Mcf
Burton Flats-Strawn	544,130 Mcf
Carlsbad-Morrow, South	6,595,850 Mcf
Catclaw Draw-Morrow	4,094,200 Mcf
Crosby-Devonian	224,400 Mcf
Eumont	42,401,400 Mcf
Indian Basin-Morrow	1,709,000 Mcf
Indian Basin-Upper Pennsylvanian	51,216,000 Mcf
Jalmat	13,838,525 Mcf
Justis	1,128,200 Mcf
Monument McKee-Ellenburger	846,042 Mcf
Tubb	7,214,920 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 one-year proration period commencing April 1, 1982. -2-ORDER NO. AG-47

(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 164,539,909 Mcf without causing waste within the one-year proration period commencing April 1, 1982, and an allocation based upon such production would be reasonable and would protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That for the one-year proration period commencing April 1, 1982, the total allowable production to be assigned the fifteen allocated gas pools in Lea, Eddy, and Chaves Counties, New Mexico, is as follows:

Atoka-Pennsylvanian Blinebry	2,515,085 Mcf 17,477,018 Mcf
Buffalo Valley-Pennsylvanian	6,233,625 Mcf
Burton Flats-Morrow	8,501,514 Mcf
Burton Flats-Strawn	544,130 Mcf
Carlsbad-Morrow, South	6,595,850 Mcf
Catclaw Draw-Morrow	4,094,200 Mcf
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Jalmat	13,838,525 Mcf
Justis	1,128,200 Mcf
Monument McKee-Ellenburger	846,042 Mcf
Tubb	7,214,920 Mcf

(2) That the allocation hereby set for said one-year proration period 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 the total allowable production for each pool as set forth shall be allocated on a monthly basis and shall be adjusted monthly to meet changes in market conditions as reflected by purchasers' supplemental nominations and actual gas production, 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 m JOE D. RAMEY /Director

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