Entered July 25, 1983

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

ORDER NO. AG-48-5

SUPPLEMENTAL GAS PRORATION ORDER FOR THE MONTH OF AUGUST, 1983

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 July 20, 1983, 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, 1983:

Atoka-Pennsylvanian, 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>25th</u> day of July, 1983, 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, 1983, is 9,306,106 Mcf. The individual pool nominations are as follows:

Atoka-Pennsylvanian Blinebry	184,774 Mcf 578,736 Mcf
Buffalo Valley-Pennsylvanian	392,615 Mcf
Burton Flats-Morrow	513,135 Mcf
Burton Flats-Strawn	27,300 Mcf
Carlsbad-Morrow, South	290,572 Mcf
Catclaw Draw-Morrow	331,500 Mcf
Crosby-Devonian	8,800 Mcf
Eumont	1,957,041 Mcf
Indian Basin-Morrow	140,000 Mcf
Indian Basin-Upper Pennsylvanian	3,990,000 Mcf
Jalmat	500,571 Mcf
Justis	68,200 Mcf
Monument McKee-Ellenburger	56,676 Mcf
Tubb	266,186 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 -2-Order No. AG-48-5

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, 1983.

(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 9,306,106 Mcf without causing waste during the month of August, 1983, 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, 1983, the allowable production to be assigned the fifteen allocated gas pools in Lea, Eddy, and Chaves Counties, New Mexico, is as follows:

Atoka-Pennsylvanian Blinebry	184,774 Mcf 578,736 Mcf
Buffalo Valley-Pennsylvanian	392,615 Mcf
Burton Flats-Morrow	513,135 Mcf
Burton Flats-Strawn	27,300 Mcf
Carlsbad-Morrow, South	290,572 Mcf
Catclaw Draw-Morrow	331,500 Mcf
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Jalmat	500,571 Mcf
Justis	68,200 Mcf
Monument McKee-Ellenburger	56,676 Mcf
Tubb	266,186 Mcf

(2) That the allocation hereby set for the month of August, 1983, 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, 1983, 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, hereinabove designated.

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

STATE OF NEW MEXICO 4 any ļ JOE D. RAMEY, Director

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