Entered June 13, 1969 all

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

ORDER NO. AG-N-29

GAS PRORATION ORDER FOR PERIOD AUGUST 1, 1969 THROUGH JANUARY 31, 1970

The Commission held public hearing at Santa Fe, New Mexico, on June 13, 1969, at 9 a.m., pursuant to legal notice, for the purpose of setting the allowable production of gas from the following nine gas pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, for the six-month period, August 1, 1969, through January 31, 1970.

Basin-Dakota, Blanco-Mesaverde, Aztec-Pictured Cliffs, Ballard-Pictured Cliffs, Fulcher Kutz-Pictured Cliffs, South Blanco-Pictured Cliffs, Tapacito-Pictured Cliffs, West Kutz-Pictured Cliffs, and Devils Fork-Gallup.

NOW, on this <u>13th</u> day of June, 1969, the Commission, a quorum being present, having considered the nominations of purchasers, the capacity of producing wells, and being otherwise fully advised in the premises,

FINDS:

(1) That the total nomination of purchasers of gas produced from the above-listed nine gas pools for the period, August 1, 1969, through January 31, 1970, is 267,605,600 Mcf. The individual pool nominations are as follows:

Basin-Dakota	116,862,500 Mcf
Blanco-Mesaverde	110,547,600 Mcf
Aztec - Pictured Cliffs	6,171,600 Mcf
Ballard-Pictured Cliffs	6,375,600 Mcf
Fulcher Kutz-Pictured Cliffs	3,050,900 Mcf
South Blanco-Pictured Cliffs	17,272,700 Mcf
Tapacito-Pictured Cliffs	4,792,900 Mcf
West Kutz-Pictured Cliffs	1,975,200 Mcf
Devils Fork-Gallup	556,600 Mcf

- (2) That the potential producing capacity of all gas wells in the nine 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 above-listed nine gas pools should be limited, allocated and distributed during the six-month proration period commencing August 1, 1969.
- (3) That all the producing gas wells, together with the expected completed or recompleted wells in the nine gas pools listed above, can produce a total of 267,605,600 Mcf without causing waste within the six-month proration period commencing August 1, 1969, and an allocation based upon such production would be reasonable and would protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That for the six-month proration period commencing August 1, 1969, the total allowable production to be assigned the nine allocated gas pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, be and the same hereby is as follows:

Basin-Dakota	116,862,500 Mcf
Blanco-Mesaverde	110,547,600 Mcf
Aztec-Pictured Cliffs	6,171,600 Mcf
Ballard-Pictured Cliffs	6,375,600 Mcf
Fulcher Kutz-Pictured Cliffs	3,050,900 Mcf
South Blanco-Pictured Cliffs	17,272,700 Mcf
Tapacito-Pictured Cliffs	4,792,900 Mcf
West Kutz-Pictured Cliffs	1,975,200 Mcf
Devils Fork-Gallup	556,600 Mcf

- (2) That the allocation hereby set for said six-month proration period in the nine allocated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, shall be in accordance with the Commission 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 Commission Rules, Regulations, and Orders.

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

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

STATE OF NEW MEXICO \
OIL CONSERVATION COMMISSION

DAVID F. CARGO, Chairman

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A. L. PORTER, Jr., Member & Secretary

SEAL