

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

ORDER NO. AG-N-3-B

SUPPLEMENTARY GAS PRORATION ORDER FOR THE MONTH OF SEPTEMBER, 1956

The Commission held public hearing at Santa Fe, New Mexico, on August 15, 1956, at 9 o'clock a.m., pursuant to legal notice, for the purpose of setting the allowable production of gas from the following five gas pools in San Juan and Rio Arriba Counties, New Mexico, for the month of September, 1956.

> Blanco Mesaverde, Aztec-Pictured Cliffs, Fulcher Kutz-Pictured Cliffs, South Blanco-Pictured Cliffs and West Kutz-Pictured Cliffs

NOW, on this day the Commission, a quorum being present, having considered the supplementary nominations of purchasers, the capacity of producing wells, and being otherwise fully advised in the premises,

FINDS:

(1) The total nominations of purchasers of gas from the above-listed five gas pools for the month of September, 1956, is 12,151,720 MCF. The individual pool nominations, which total 12,151,720 MCF, are as follows:

Blanco Mesaverde	9,258,720	MCF
Aztec-Pictured Cliffs	494,000	MCF
Fulcher Kutz-Pictured Cliffs	675,000	MCF
South Blanco-Pictured Cliffs	1,148,000	MCF
West Kutz-Pictured Cliffs	576,000	MCF

(2) The potential producing capacity of all gas wells in the five 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 five gas pools should be limited, allocated and distributed during the month of September, 1956.

(3) That all the producing gas wells, together with the expected completed or recompleted wells in the five gas pools listed above, can produce a total of 12,151,720 MCF without causing waste during the month of September, 1956, and an allocation based upon such production would be reasonable and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That for the month of September, 1956, the allowable production to be assigned the five allocated gas pools in San Juan and Rio Arriba Counties, New Mexico, be and the same hereby is as follows:

-2-Order No. AG-N-3-B

> Blanco Mesaverde 9,258,720 MCF Aztec-Pictured Cliffs 494,000 MCF Fulcher Kutz-Pictured Cliffs 675,000 MCF 1,148,000 MCF South Blanco-Pictured Cliffs West Kutz-Pictured Cliffs 576,000 MCF

(2) That the allocation hereby set for the month of (2) That the allocation hereby set for the month of September, 1956, in the five allocated pools in San Juan and Rio Arriba Counties, New Mexico, shall be in accordance with the provisions of Orders R-128-D, R-565-C and R-566-D, and the Commission's Rules and Regulations.

(3) A proration schedule, duly prepared by the Commission and thereafter adopted for the month of September, 1956, is hereto attached and made a part hereof; it distributes and allocates the allowable production among the gas wells in the five gas pools listed above for the period stated, in accordance with the Rules and Regulations and Orders R-128-D, R-565-C, and R-566-D.

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

DONE at Santa Fe, New Mexico, on this day of August, 1956.

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

7 Su JOHN F. SIMMS, Chairman

E. S. WALKER, Member The line

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

SEAL