Concerned Huly 16, 1974

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

ORDER NO. AG-N-36-E

SUPPLEMENTAL GAS PRORATION ORDER FOR THE MONTH OF AUGUST, 1974

This cause came on for public hearing by the Commission's Examiner, Daniel S. Nutter, at Santa Fe, New Mexico, on July 10, 1974, at 9 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, Rio Arriba, and Sandoval Counties, New Mexico, for the month of August, 1974.

Basin-Dakota, Blanco-Mesaverde, Blanco-Pictured Cliffs, South, Tapacito-Pictured Cliffs, and Devils Fork-Gallup.

NOW, on this 16th day of July, 1974, the Commission, a quorum being present, 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 five gas pools for the month of August, 1974, is 38,088,491 Mcf. The individual pool nominations are as follows:

Basin-Dakota	15,874,386	Mcf
Blanco-Mesaverde	18,508,721	Mcf
Blanco-Pictured Cliffs, South	3,156,842	Mcf
Tapacito-Pictured Cliffs	520,642	Mcf
Devils Fork-Gallup	27,900	Mcf

- (2) That 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 August, 1974.
- (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 38,088,491 Mcf without causing waste during the month of August, 1974, 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, 1974, the allowable production to be assigned the five allocated gas pools in San

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Juan, Rio Arriba, and Sandoval Counties, New Mexico, is as follows:

Basin-Dakota	15,874,386 Mcf
Blanco-Mesaverde	18,508,721 Mcf
Blanco-Pictured Cliffs, South	3,156,842 Mcf
Tapacito-Pictured Cliffs	520,642 Mcf
Devils Fork-Gallup	27,900 Mcf

- (2) That the allocation hereby set for the month of August, 1974, in the five 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 a proration schedule, duly prepared by the Commission and thereafter adopted for the month of August, 1974, 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 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

I. R. TRUJILLO, Chairman

ALEX J. ARMIJO, Member

L. PORTER, Jr., Member & Secretary

SEAL