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BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

ORDER NO. AG-N-3

GAS PRORATION ORDER FOR PERIOD AUGUST 1, 1956 THROUGH JANUARY 31, 1957

The Commission held public hearing at Santa Fe, New Mexico, on June 14, 1956, at 9 a.m., pursuant to legal notice for the purpose of setting the allowable production of gas from the following five (5) gas pools in San Juan and Rio Arriba Counties, New Mexico, for the six-month period, August 1, 1956, through January 31, 1957.

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 nominations of purchasers, the capacity of producing wells and being otherwise fully advised in the premises,

FINDS:

1. That the total nominations of purchasers of gas produced from the above listed five (5) gas pools for the period August 1, 1956 through January 31, 1957, is 122,601,078 MCF. The individual pool nominations, which total 122,601,078 MCF, are as follows:

Blanco Mesaverde	100,021,578	MCF
Aztec-Pictured Cliffs	3,516,500	MCF
Fulcher Kutz-Pictured Cliffs	5,262,300	MCF
South Blanco-Fictured Cliffs	9,978,000	MCF
West Kutz-Pictured Cliffs	3.822.700	MCF

- 2. The potential producing capacity of all gas wells in the five (5) 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 (5) gas pools should be limited, allocated and distributed during the six-month proration period commencing August 1, 1956.
- 3. That all the producing gas wells together with the expected completed or recompleted wells in the five (5) gas pools listed above can produce a total of 122,601,078 MCF without causing waste within the six-month period commencing August 1, 1956, and an allocation based upon such production would be reasonable and protect correlative rights.

IT IS THEREFORE ORDERED:

1. For the six-month proration period commencing August 1, 1956, the total allowable production to be assigned the five (5) allocated gas pools in San Juan and Rio Arriba Counties, be and the same hereby is as follows:

Blanco Mesaverde	100,021,578	MCF
Aztec Pictured Cliffs	3,516,500	MCF
Fulcher Kutz-Pictured Cliffs	5,262,300	MCF
South Blanco-Pictured Cliffs	9,978,000	MCF
West Kutz-Pictured Cliffs	3,822,700	MCF

- 2. That the allocation hereby set for said six-month proration period in the five (5) 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. The total allowable production for each pool as set forth shall be allocated on a monthly basis in accordance with Schedule "A" attached hereto and such schedule shall be adjusted monthly to meet changes in market conditions reflected by purchasers' supplemental nominations and actual gas production in accordance with 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 June 1956.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

JOHN F. SIMMS, Chairman

E. S. WALKER, Member

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

SEAL

SCHEDULE "A"

	August 1956	September 1956	October 1956	November 1956	December 1956	January 1957	1 4 1 Of
Blanco Mesaverde	10,082,629	11,236,800	17,070,702	18,446,230	20,807,840	22,377,377	100,021,578
Aztec-Pictured Cliffs	533,000	524,000	565,500	609,000	637,000	648,000	3,516,500
Fulcher Kutz-Pictured Cliffs	753,500	750,000	810,600	932,000	992,600	1,023,600	5,262,300
South Blanco-Pictured Cliffs	1,770,000	1,658,000	1,637,000	1,599,000	1,657,000	1,657,000	9,978,000
West Kutz-Pictured Cliffs	587,700	576,000	615,000	645,000	676,000	723,000	3,822,700
TOTAL	13,726,829	14,744,800	20,698,802	22,231,230	24,770,440	26, 428, 977	122,601,078

All figures are in MCF @ $60^{\rm O}$ F and 15.025 psia.