

Entered February 21, 1978  
JARR

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

ORDER NO. AG-N-40

GAS PRORATION ORDER FOR THE PERIOD  
APRIL 1, 1978 THROUGH MARCH 31, 1979

This cause came on for public hearing by the Commission's Examiner Richard L. Stamets, at Santa Fe, New Mexico, on February 15, 1978, at 9 a.m., pursuant to legal notice, for the purpose of setting the allowable production of gas from the following four gas pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, for the one-year period, April 1, 1978 through March 31, 1979.

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

NOW, on this 21st day of February, 1978, the Commission, a quorum being present, having considered the preliminary 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 four gas pools for the period April 1, 1978 through March 31, 1979 is 454,715,850 Mcf. The individual pool nominations are as follows:

Basin-Dakota	144,908,250 Mcf
Blanco-Mesaverde	272,363,400 Mcf
Blanco-Pictured Cliffs, South	31,488,400 Mcf
Tapacito-Pictured Cliffs	5,955,800 Mcf

(2) That the potential producing capacity of all gas wells in the four 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 four gas pools should be limited, allocated, and distributed during the one-year proration period commencing April 1, 1978.

(3) That all the producing gas wells, together with the expected completed or recompleted wells in the four gas pools listed above, can produce a total of 454,715,850 Mcf without causing waste within the one-year proration period commencing April 1, 1978, and an allocation based upon such production would be reasonable and would protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That for the one-year proration period commencing April 1, 1978, the total allowable production to be assigned the

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four allocated gas pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, is as follows:

Basin-Dakota	144,908,250 Mcf
Blanco-Mesaverde	272,363,400 Mcf
Blanco-Pictured Cliffs, South	31,488,400 Mcf
Tapacito-Pictured Cliffs	5,955,800 Mcf

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

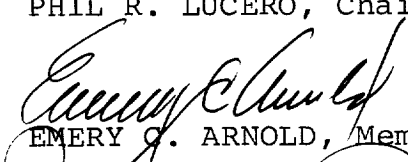
(3) That the total allowable production for each pool as set forth shall be allocated on a monthly basis and shall be adjusted monthly to meet changes in market conditions as reflected by purchasers' supplemental nominations and actual gas production, in accordance with the Commission Rules, Regulations, and Orders.

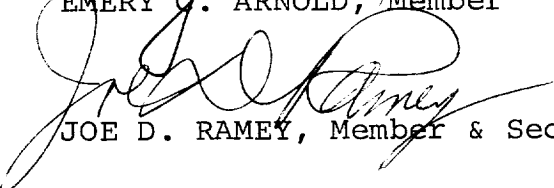
The foregoing order shall remain effective until further order of the Commission.

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

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

PHIL R. LUCERO, Chairman

  
EMERY C. ARNOLD, Member

  
JOE D. RAMEY, Member & Secretary

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