

Entered February 20, 1979
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STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

ORDER NO. AG-N-41

GAS PRORATION ORDER FOR THE PERIOD APRIL 1, 1979
THROUGH MARCH 31, 1980

This cause came on for public hearing by the Division's Examiner, Daniel S. Nutter, at Santa Fe, New Mexico, on February 14, 1979, 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, 1979 through March 31, 1980:

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

NOW, on this 20th day of February, 1979, the Division Director, 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, 1979 through March 31, 1980 is 486,859,200 Mcf. The individual pool nominations are as follows:

Basin-Dakota	132,292,500 Mcf
Blanco-Mesaverde	317,394,900 Mcf
Blanco-Pictured Cliffs, South	28,302,900 Mcf
Tapacito-Pictured Cliffs	8,868,900 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, 1979.

(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 486,859,200 Mcf without causing waste within the one-year proration period commencing April 1, 1979, 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, 1979, the total allowable production to be assigned the four allocated gas pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, is as follows:

Basin-Dakota	132,292,500 Mcf
Blanco-Mesaverde	317,394,900 Mcf
Blanco-Pictured Cliffs, South	28,302,900 Mcf
Tapacito-Pictured Cliffs	8,868,900 Mcf

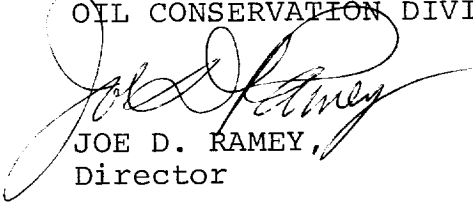
(2) That the allocation hereby set for said one-year proration period in the four allocated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, shall be in accordance with the Division Rules, Regulations, and Orders.

(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 Division Rules, Regulations, and Orders.

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

DONE at Santa Fe, New Mexico, the day and year herein-above designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


JOE D. RAMEY,
Director

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