a.L. O.

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

ORDER NO. AG-N-B-1

SUPPLEMENTARY GAS PRORATION ORDER FOR THE MONTH OF OCTOBER, 1956

The Commission held public hearing at Santa Fe, New Mexico, on September 13, 1956, at 9 o'clock a.m., pursuant to legal notice, for the purpose of setting the allowable production of gas from the Ballard-Pictured Cliffs Gas Pool in San Juan and Rio Arriba Counties, New Mexico, for the month of October, 1956.

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 Ballard-Pictured Cliffs Gas Pool for the month of October, 1956, is 1,395,000 MCF.
- (2) The potential producing capacity of all gas wells in the Ballard-Pictured Cliffs Gas Pool 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 aforesaid gas pool should be limited, allocated, and distributed during the month of October, 1956.
- (3) That all the producing gas wells together with the expected completed or recompleted wells in the Ballard-Pictured Cliffs Gas Pool can produce a total of 1,395,000 MCF without causing waste during the month of October, 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 October, 1956, the allowable production to be assigned the Ballard-Pictured Cliffs Gas Pool in San Juan and Rio Arriba Counties, New Mexico, be and the same hereby is 1,395,000 MCF.
- (2) That the allocation hereby set for the month of October, 1956, in the Ballard-Pictured Cliffs Gas Pool in San Juan and Rio Arriba Counties, New Mexico, shall be in accordance with the provisions of Order R-846 and the Commission's Rules and Regulations.
- (3) A proration schedule, duly prepared by the Commission and thereafter adopted for the month of October, 1956, is hereto attached and made a part hereof; it distributes and allocates the allowable production among the gas wells in the Ballard-Pictured Cliffs Gas Pool for the period stated, in accordance with the Rules

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and Regulations and Order R-846

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

DONE at Santa Fe, New Mexico, on this _____day of September, 1956.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JOHN F. SIMMS, Chairman

E. S. WALKER, Member

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

SEAL