

Entered November 23, 1971
W.P.

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

ORDER NO. AG-37

GAS PRORATION ORDER FOR PERIOD JANUARY 1, 1971
THROUGH JUNE 30, 1971

This cause came on for public hearing by the Commission's examiner, Elvis A. Utz, at Santa Fe, New Mexico, on November 17, 1971, at 9 a.m., pursuant to legal notice for the purpose of setting the allowable production of gas from the following fifteen gas pools in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico, for the six-month period, January 1, 1972, through June 30, 1972.

Atoka-Pennsylvanian, Bagley-Lower Pennsylvanian, Bagley-Upper Pennsylvanian, Blinebry, Bluit-San Andres, Buffalo Valley-Pennsylvanian, Crosby-Devonian, Eumont, Indian Basin-Morrow, Indian Basin-Upper Pennsylvanian, Jalmat, Justis, Monument McKee-Ellenburger, Todd-Lower San Andres, and Tubb.

NOW, on this 23rd day of November, 1971, the Commission, a quorum being present, having considered the 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 fifteen gas pools for the period, January 1, 1972, through June 30, 1972, is 116,766,327 Mcf. The individual pool nominations are as follows:

Atoka-Pennsylvanian	4,126,000 Mcf
Bagley-Lower Pennsylvanian	30,000 Mcf
Bagley-Upper Pennsylvanian	240,000 Mcf
Blinebry	8,002,815 Mcf
Bluit-San Andres	222,000 Mcf
Buffalo Valley-Pennsylvanian	3,726,300 Mcf
Crosby-Devonian	1,304,400 Mcf
Eumont	25,204,560 Mcf
Indian Basin-Morrow	2,608,867 Mcf
Indian Basin-Upper Pennsylvanian	34,242,100 Mcf
Jalmat	24,627,356 Mcf
Justis	1,401,400 Mcf
Monument McKee-Ellenburger	1,377,960 Mcf
Todd-Lower San Andres	312,000 Mcf
Tubb	9,340,569 Mcf

(2) That the potential producing capacity of all gas wells in the fifteen 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 fifteen gas pools should be limited, allocated, and distributed during the six-month proration period commencing January 1, 1972.

(3) That all the producing gas wells, together with the expected completed or recompleted wells in the fifteen gas pools listed above, can produce a total of 116,766,327 Mcf without causing waste within the six-month proration period commencing January 1, 1972, and an allocation based upon such production would be reasonable and would protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That for the six-month proration period commencing January 1, 1972, the total allowable production to be assigned the fifteen allocated gas pools in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico, is as follows:

Atoka-Pennsylvanian	4,126,000 Mcf
Bagley-Lower Pennsylvanian	30,000 Mcf
Bagley-Upper Pennsylvanian	240,000 Mcf
Blinebry	8,002,815 Mcf
Bluitt-San Andres	222,000 Mcf
Buffalo Valley-Pennsylvanian	3,726,300 Mcf
Crosby-Devonian	1,304,400 Mcf
Eumont	25,204,560 Mcf
Indian Basin-Morrow	2,608,867 Mcf
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Monument McKee-Ellenburger	1,377,960 Mcf
Todd-Lower San Andres	312,000 Mcf
Tubb	9,340,569 Mcf

(2) That the allocation hereby set for said six-month proration period in the fifteen allocated pools in Lea, Eddy, Chaves, and Roosevelt 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

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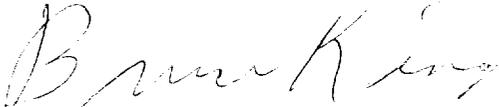
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adjusted monthly to meet changes in market conditions as reflected by purchasers' supplemental nominations and actual gas production, in accordance with the Commission Rules, Regulations, and Orders.

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


BRUCE KING, Chairman


ALEX J. ARMIJO, Member


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

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