Entered 2 eloruary 24, 1926

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

ORDER NO. AG-41

Ē

1

GAS PRORATION ORDER FOR THE PERIOD APRIL 1, 1976 THROUGH MARCH 31, 1977

This cause came on for public hearing by the Commission's Examiner Daniel S. Nutter, at Santa Fe, New Mexico, on February 18, 1976, at 9 a.m., pursuant to legal notice for the purpose of setting the allowable production of gas from the following seventeen gas pools in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico, for the one-year period April 1, 1976 through March 31, 1977.

Atoka-Pennsylvanian, Blinebry, Bluitt-San Andres, Buffalo Valley-Pennsylvanian, Burton Flats-Morrow, Burton Flats-Strawn, Carlsbad-Morrow, South, Catclaw Draw-Morrow, Crosby-Devonian, Eumont, Indian Basin-Morrow, Indian Basin-Upper Pennsylvanian, Jalmat, Justis, Monument McKee-Ellenburger, Todd-Lower San Andres, and Tubb.

NOW, on this 24th day of February, 1976, the Commission, a quorum being present, having considered the supplemental 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 seventeen gas pools for the period April 1, 1976 through March 31, 1977 is 306,830,678 Mcf. The individual pool nominations are as follows:

Atoka-Pennsylvanian Blinebry	9,760,000 Mcf 34,175,225 Mcf
Bluitt-San Andres	418,400 Mcf
Buffalo Valley-Pennsylvanian	5,856,700 Mcf
Burton Flats-Morrow	23,405,900 Mcf
Burton Flats-Strawn	5,289,560 Mcf
Carlsbad-Morrow, South	13,419,820 Mcf
Catclaw Draw-Morrow	9,909,800 Mcf
Crosby-Devonian	526,800 Mcf
Eumont	72,077,500 Mcf
Indian Basin-Morrow	8,822,555 Mcf
Indian Basin-Upper Pennsylvanian	70,738,718 Mcf
Jalmat	29,988,100 Mcf
Justis	2,039,000 Mcf
Monument McKee-Ellenburger	2,948,100 Mcf
Todd-Lower San Andres	384,000 Mcf
Tubb	17,070,500 Mcf

-2-ORDER NO. AG-41

(2) That the potential producing capacity of all gas wells in the seventeen 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 listed seventeen gas pools should be limited, allocated, and distributed during the one-year proration period commencing April 1, 1976.

(3) That all the producing gas wells, together with the expected completed or recompleted wells in the seventeen gas pools listed above, can produce a total of 306,830,678 Mcf without causing waste within the one-year proration period commencing April 1, 1976, 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, 1976, the total allowable production to be assigned the seventeen allocated gas pools in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico, is as follows:

(2) That the allocation hereby set for said one-year proration period in the seventeen 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 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. -3-ORDER NO. AG-41

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 \mathcal{O} Ì aucent جر. R. LUCERO, Chairman PHIL111 ARNOLD Mémber <u>L</u> JOE D. RAMEY, Member & Secretary

SEAL