Entered June 19, 1967 01.1.

#### BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

# ORDER NO. AG-N-25

### GAS PRORATION ORDER FOR PERIOD AUGUST 1, 1967 THROUGH JANUARY 31, 1968

The Commission held public hearing at Santa Fe, New Mexico, on June 16, 1967, at 9 o'clock a.m., pursuant to legal notice, for the purpose of setting the allowable production of gas from the following nine gas pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, for the six-month period, August 1, 1967, through January 31, 1968.

Basin-Dakota, Blanco-Mesaverde, Aztec-Pictured Cliffs, Ballard-Pictured Cliffs, Fulcher Kutz-Pictured Cliffs, South Blanco-Pictured Cliffs, Tapacito-Pictured Cliffs, West Kutz-Pictured Cliffs, and Devils Fork-Gallup.

NOW, on this <u>19th</u> day of June, 1967, the Commission, a quorum being present, having considered the nominations of purchasers, the capacity of producing wells, and being otherwise fully advised in the premises,

#### FINDS:

(1) That the total nomination of purchasers of gas produced from the above-listed nine gas pools for the period August 1, 1967 through January 31, 1968, is 298,287,600 MCF. The individual pool nominations, which total 298,287,600 MCF, are as follows:

Basin-Dakota	151,801,800 MCF
Blanco-Mesaverde	101,983,800 MCF
Aztec-Pictured Cliffs	6,063,800 MCF
Ballard-Pictured Cliffs	5,628,500 MCF
Fulcher Kutz-Pictured Cliffs	2,654,600 MCF
South Blanco-Pictured Cliffs	21,724,000 MCF
Tapacito-Pictured Cliffs	5,937,800 MCF
West Kutz-Pictured Cliffs	1,922,300 MCF
Devils Fork-Gallup	571,000 MCF

(2) That the potential producing capacity of all gas wells in the nine 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 nine gas pools should be limited, allocated and distributed during the six-month proration period commencing August 1, 1967.

(3) That all the producing gas wells, together with the expected completed or recompleted wells in the nine gas pools listed above, can produce a total of 298,287,600 MCF without causing waste within the six-month proration period commencing August 1, 1967, and an allocation based upon such production would be reasonable and protect correlative rights.

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## IT IS THEREFORE ORDERED:

(1) That for the six-month proration period commencing August 1, 1967, the total allowable production to be assigned the nine allocated gas pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, be and the same hereby is as follows:

Basin-Dakota	151,801,800	MCF
Blanco-Mesaverde	101,983,800	MCF
Aztec-Pictured Cliffs	6,063,800	MCF
Ballard-Pictured Cliffs	5,628,500	MCF
Fulcher Kutz-Pictured Cliffs	2,654,600	MCF
South Blanco-Pictured Cliffs	21,724,000	MCF
Tapacito-Pictured Cliffs	5,937,800	MCF
West Kutz-Pictured Cliffs	1,922,300	MCF
Devils Fork-Gallup	571,000	MCF

(2) That the allocation hereby set for said six-month proration period in the nine 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 DAVID F. CARGO, Chairman HAYS; Member eller.

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

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