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BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

ORDER NO. AG-N-3

GAS PRORATION ORDER FOR PERIOD AUGUST 1, 1956 THROUGH JANUARY 31, 1957

The Commission held public hearing at Santa Fe, New Mexico, on June 14, 1956, at 9 a.m., pursuant to legal notice for the purpose of setting the allowable production of gas from the following five (5) gas pools in San Juan and Rio Arriba Counties, New Mexico, for the six-month period, August 1, 1956, through January 31, 1957.

Blanco-Mesaverde, Aztec-Pictured Cliffs, Fulcher Kutz-Pictured Cliffs, South Blanco-Pictured Cliffs and West Kutz-Pictured Cliffs.

NOW, on this day 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 nominations of purchasers of gas produced from the above listed five (5) gas pools for the period August 1, 1956 through January 31, 1957, is 122,601,078 MCF. The individual pool nominations, which total 122,601,078 MCF, are as follows:

B lanco Mesaverde	100,021,578	MCF
Aztec-Pictured Cliffs	3,516,500	MCF
Fulcher Kutz-Fictured Cliffs	5,262,300	MCF
South Blanco-Fictured Cliffs	9,978,000	MCF
West Kutz-Pictured Cliffs	3,822,700	MCF

2. The potential producing capacity of all gas wells in the five (5) 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 five (5) gas pools should be limited, allocated and distributed during the six-month provation period commencing August 1, 1956.

3. That all the producing gas wells together with the expected completed or recompleted wells in the five (5) gas pools listed above can produce a total of 122,601,078 MCF without causing waste within the six-month period commencing August 1, 1956, and an allocation based upon such production would be reasonable and protect correlative rights.

IT IS THEREFORE ORDERED:

1. For the six-month proration period commencing August 1, 1956, the total allowable production to be assigned the five (5) allocated gas pools in San Juan and Rio Arriba Counties, be and the same hereby is as follows: -2-Order No. AG-N-3

Blanco Mesaverde100,021,578MCFAztec Pictured Cliffs3,516,500MCFFulcher Kutz-Pictured Cliffs5,262,300MCFSouth Blanco-Pictured Cliffs9,978,000MCFWest Kutz-Pictured Cliffs3,822,700MCF

2. That the allocation hereby set for said six-month proration period in the five (5) allocated pools in San Juan and Rio Arriba Counties, New Mexico, shall be in accordance with the provisions of Orders R-128-D, R-565-C and R-566-D, and the Commission's Rules and Regulations.

3. The total allowable production for each pool as set forth shall be allocated on a monthly basis in accordance with Schedule "A" attached hereto and such schedule shall be adjusted monthly to meet changes in market conditions reflected by purchasers' supplemental nominations and actual gas production in accordance with Orders R-128-D, R-565-C, and R-566-D.

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

DONE at Santa Fe, New Mexico on this / day of June 1956.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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JOHN F. SIMMS, Chairman

E. S. WALKER, Member

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

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December January 1956 1957 TOTAT	340 22,377,377 10	637,000 648,000 3,51 6 ,500	992,600 1,023,600 5,26 2 ,300	1,657,000 1.657.000 9.978.000	723,000
November 1956	18,446,230	609,000	932,000	1,599,000	645,000
October 1956	17,070,702	565,500	810,600	1,637,000	615,000
September 1956	11,236,800	524,000	750,000	1,658,000	576,000
August 1956	10,082,629	533,000	753,500	1,770,000	587,700
	Blanco Mesaverde	Aztec-Pictured Cliffs	Fulcher Kutz-Pictured Cliffs	South Blanco-Pictured Cliffs	West Kutz-Pictured Cliffs

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All figures are in MCF $@ 60^{O}F$ and 15.025 psia.

SCHEDULE "A"