

Entered December 15, 1967
C.L.P.

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

ORDER NO. AG-N-26

GAS PRORATION ORDER FOR PERIOD FEBRUARY 1, 1968
THROUGH JULY 31, 1968

The Commission held public hearing at Santa Fe, New Mexico, on December 15, 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, February 1, 1968, through July 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 15th day of December, 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 February 1, 1968, through July 31, 1968, is 281,608,150 MCF. The individual pool nominations, which total 281,608,150 MCF, are as follows:

Basin-Dakota	132,149,350 MCF
Blanco-Mesaverde	107,454,900 MCF
Aztec-Pictured Cliffs	5,718,100 MCF
Ballard-Pictured Cliffs	6,758,300 MCF
Fulcher Kutz-Pictured Cliffs	2,837,500 MCF
South Blanco-Pictured Cliffs	19,543,700 MCF
Tapacito-Pictured Cliffs	4,894,300 MCF
West Kutz-Pictured Cliffs	1,603,200 MCF
Devils Fork-Gallup	644,800 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 February 1, 1968.

(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 281,608,150 MCF without causing waste within the six-month period commencing February 1, 1968, and an allocation based upon such production would be reasonable and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That for the six-month proration period commencing February 1, 1968, 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	132,149,350 MCF
Blanco-Mesaverde	107,454,900 MCF
Aztec-Pictured Cliffs	5,718,100 MCF
Ballard-Pictured Cliffs	6,758,300 MCF
Fulcher Kutz-Pictured Cliffs	2,837,500 MCF
South Blanco-Pictured Cliffs	19,543,700 MCF
Tapacito-Pictured Cliffs	4,894,300 MCF
West Kutz-Pictured Cliffs	1,603,200 MCF
Devils Fork-Gallup	644,800 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.

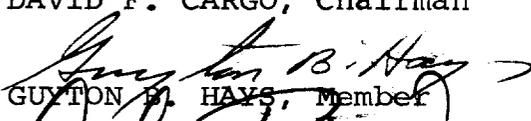
(3) That the total allowable production for each pool as set forth shall be allocated on a monthly basis and shall be adjusted monthly to meet changes in market conditions as reflected by purchasers' supplemental nominations and actual gas production, in accordance with the Commission Rules, Regulations, 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


GUYTON B. HAYS, Member


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

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