

*Entered November 16, 1972*  
*(1) p.*

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

ORDER NO. AG-N-35

GAS PRORATION ORDER FOR PERIOD JANUARY 1, 1973  
THROUGH DECEMBER 31, 1973

This cause came on for public hearing by the Commission's Examiner, Daniel S. Nutter, at Santa Fe, New Mexico, on November 14, 1972, at 9 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 one-year period, January 1, 1973, through December 31, 1973.

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

NOW, on this 16th day of November, 1972, 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 nine gas pools for the period January 1, 1973, through December 31, 1973, is 568,468,215 Mcf. The individual pool nominations are as follows:

Basin-Dakota	226,455,300 Mcf
Blanco-Mesaverde	257,729,400 Mcf
Aztec-Pictured Cliffs	13,940,522 Mcf
Ballard-Pictured Cliffs	13,238,000 Mcf
Blanco-Pictured Cliffs, South	37,607,800 Mcf
Fulcher Kutz-Pictured Cliffs	8,958,993 Mcf
Kutz-Pictured Cliffs, West	3,823,700 Mcf
Tapacito-Pictured Cliffs	6,309,900 Mcf
Devils Fork-Gallup	404,600 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 distribute during the one-year proration period commencing January 1, 1973.

(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 568,468,215 Mcf without causing waste within the six-month proration period commencing January 1, 1973, 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 January 1, 1973, the total allowable production to be assigned the nine allocated gas pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, is as follows:

Basin-Dakota	226,455,300 Mcf
Blanco-Mesaverde	257,729,400 Mcf
Aztec-Pictured Cliffs	13,940,522 Mcf
Ballard-Pictured Cliffs	13,238,000 Mcf
Blanco-Pictured Cliffs, South	37,607,800 Mcf
Fulcher Kutz-Pictured Cliffs	8,958,993 Mcf
Kutz-Pictured Cliffs, West	3,823,700 Mcf
Tapacito-Pictured Cliffs	6,309,900 Mcf
Devils Fork-Gallup	404,600 Mcf

(2) That the allocation hereby set for said one-year 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.

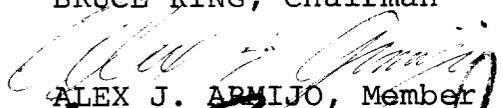
(3) That the total allowable production for each pool as set forth shall be allocated on a monthly basis and shall be adjusted monthly to meet changes in market conditions as reflected by purchasers' supplemental nominations and actual gas production, in accordance with the Commission Rules, Regulations,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

  
BRUCE KING, Chairman

  
ALEX J. ARMIJO, Member

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

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