

98-2

NEW MEXICO OIL CONSERVATION COMMISSION

GAS-OIL RATIO ORDER

Substitution for Rule 3 (a) of Suggested Order:

Any proration unit which on the basis of the latest Official Gas-Oil Ratio Test has a gas-oil ratio in excess of the limiting gas-oil ratio for the pool in which it is located shall be permitted to produce daily that number of barrels of oil which shall be determined by multiplying the current top unit allowable by a fraction, the numerator of which fraction shall be the limiting gas-oil ratio for the pool and the denominator of which fraction shall be the gas-oil ratio of said proration unit as determined on the latest Official Gas-Oil Ratio Test.

Addition to Suggested Order - Rule 3 (d):

All gas produced with the current oil allowable determined in accordance with this order shall be deemed to be lawfully produced.