

OCC SFE 5942 GA PLS

OCC AZTEC JANUARY 17

ARNOLD TO MANKIN

CASE NO 997 OK AS IS.

CASE NO 1002 WE SUGGEST THE FOLLOWING. PROPOSED RECOMMENDED CHANGE OF RULE 1-A SECTION 15 OF ORDER R-128-D. RULE 1-A THE ACREAGE ALLOCATED TO A GAS WELL FOR PRORATION PURPOSES SHALL BE KNOWN AS THE GAS PRORATION UNIT FOR THAT WELL. FOR THE PURPOSES OF GAS ALLOCATION IN THE BLANCO MESAVERDE POOL THE STANDARD PRORATION UNIT SHALL CONSIST OF A LEGAL SUVDUSIXXXSUBDIVISION HALF SECTION OF THE U S PUBLIC LAND SURVEY PROVIDED HOWEVER THAT A NON STANDARD PRORATION UNIT MAY BE FORMED AFTER NOTICE AND HEARING UNDER THE PROVISIONS OF PARAGRAPH B OF THIS RULE. [WHEN A STANDARD OR NON STANDARD PRORATION UNIT CONTAINS LESS THZN 316 ACRES OR MORE THAN 324 ACRES THE ALLOWABLE PRODUCTION FOR THE PRORATION UNIT SHALL BE IN THE RATIO THAT SUCH UNIT BEARS TO 320 ACRES.] ANY UNIT CONTAINING BETWEEN 316-324 ACRES SHALL BE CONSIDERED TO CONTAIN 320 ACRES FOR PURPOSES OF COMPUTING ALLOWABLES. END OR GA

MANKIN TO ARNOLD

ON CASE 1002 YOUR SUGGESTED CHZ CHANGES LOOK O K BUT WILL TALK THEM OVER HERE BEFORE PUTTING OUT CHANGE

WHAT WOULD YOU THINK OF CHANGING THE FOLLOWING WHEREVER IT REFERS TO LEGAL SUB DIVISION HALF SECTION TO READ INSTEAD LEGAL OR FRACTIONAL HALF SECTION

GA

I THINK THAT WOULD BE OK IF YOU THINK IT WOULD BE CLEAR TO EVERYONE THAT A PRORATION UNIT HAD TO BE A LEGAL SUBDIVISION HALF SECTION REGARDLESS OF THE SIZE. END OR GA

IN REGARD TO THE LEGAL SUB DIVISION THE LAWYERS ALL SAY THAT THAT IS 329 ACRES THEREFORE WE ARE ADDING THE S WORD LEGAL OR FRACTIONAL HALF SECTION 329 SHOULD BE 320 SHOULD BE 320

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WE KNOW WE HAVE THE SAME TROUBLE. WHAT YOU HAVE MENTIONED IS OK WITH US. WE WILL TALK IT OVER FURTHER TOMORROW. END OR GA

END