INSTRUCTIONS

Form MD-1:

Optional

Operator Market Demand Forecast for Gas Well Gas in Prorated Fields

Reference:

Statewide Rules 31 and 34

Who Files

The Commission-designated operator (as listed on the current approved Form P-4, **Producer's Transportation Authority and Certificate of Compliance**) may file an optional market demand forecast for the operator's gas wells in the specified prorated reservoir, as an alternative to the Commission-determined market demand forecast. Statewide Rule 31(d)(1)(C) and (D).

When and Where to File Form MD-1 must be filed with the Commission's Austin office no later than the tenth day of the month prior to the month for which the forecast is made.

Mail to: Railroad Commission of Texas Oil and Gas Division P.O. Box 12967 Austin, Texas 78711-2967

How to File

Only one district is to be filed on a Form MD-1. If the forecast is for more than one district, a separate Form MD-1 must be used for each district. Type or print using black or dark blue ink.

The Operator's Forecast (Column 9)

The optional market demand forecast for an operator's active wells in a prorated reservoir is equal to the anticipated market demand for the production from all the operator's active gas wells in the reservoir during the allowable month. The forecast is to include all gas well gas to be produced: gas that is to be sold, special allowable gas, gas for on-lease use or for a fuel system, and shrinkage due to liquid separation prior to sale. The optional forecast can be no greater than the total capability of the wells nor less than zero. Statewide Rule 31(d)(1)(D).

Priorities

The optional forecast for market demand is to be made in accordance with priorities established by the Commission even though the priority volumes are not to be identified individually on the Form MD-1.

Volumes

All volumes are to be reported in MCF (thousand cubic feet), in whole numbers, and as a total for the entire month.

Corrected Optional Forecast To correct an optional forecast that has already been filed, submit another Form MD-1, placing an "X" in the corrected report box, No. 4 on the front of the form. List **only** those fields that are being corrected. Give all identification and monthly figures (Columns 7 through 9) for each field listed. The corrected report must be an original MD-1 with original signature. For a corrected report to be included in the allowable calculation, it must be in the Austin office no later than the fifth day of the month **prior** to the month for which the forecast is made.