OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131.

February 11, 1998

Burlington Resources Oil & Gas Company P. O. Box 4289
Farmington, New Mexico 87499-4289
Attention: Peggy Bradfield

PECEIVED FEB 1 7 1998 OIL CON. DIV. DIST. 3

Administrative Order NSL-3944

Dear Ms. Bradfield:

Reference is made to your application dated February 6, 1998 for an unorthodox Blanco-Mesaverde "infill" gas well location on an existing 320-acre gas spacing and proration unit ("GPU") for said Blanco-Mesaverde Pool comprising the W/2 of Section 13, Township 27 North, Range 5 West, NMPM, Rio Arriba County, New Mexico. Said GPU presently has dedicated thereon the San Juan "27-5" Unit Well No. 29 (API No. 30-039-60067), located at a standard gas well location 990 feet from the South and West lines (Unit M) of said Section 13.

E- 13-27-05

It is our understanding that the subject well of this application, the San Juan "27-5" Unit Well/No. 57 (API No. 30-039-07082), located 1450 feet from the North line and 2510 feet from the West line (Unit F) of said Section 13, was originally drilled by Pan American Petroleum Corporation in 1965 and completed in the Basin-Dakota Pool at a location that is considered to be unorthodox, however no record of approval for said unorthodox Dakota gas well location can be found. The Dakota gas production from this well is dedicated to a standard 320-acre GPU which comprises the N/2 of said Section 13.

It is also our understanding that Burlington Resources Oil and Gas Company ("Burlington") at this time intends to downhole commingle gas production from both the Blanco-Mesaverde and Basin-Dakota Pools in said wellbore under the authority of Division Administrative Order DHC-1755, dated January 14, 1998.

Pursuant to the "General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Blanco-Mesaverde Pool," as promulgated by Division Order No. R-8170, as amended, said location is also unorthodox for the Mesaverde interval.

By the authority granted me under the provisions of Rule 2(d) of the "General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Blanco-Mesaverde Pool/Special Rules and Regulations for the Basin-Dakota Pool," as promulgated by Division Order No. R-8170, as amended, the above-described unorthodox Dakota/Mesaverde gas well location for the San Juan "27-5" Unit Well No. 57 is hereby approved.

Administrative Order NSL-3944
Burlington Resources Oil & Gas Company
February 11, 1998
Page 2

Further, Burlington is authorized to simultaneously dedicate Blanco-Mesaverde gas production from both the San Juan "27-5" Unit Well Nos. 29 and 57 to the subject 320-acre GPU that comprises the W/2 of said Section 13. Said wells and GPU will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest New Mexico.

Sincerely,

Lori Wrotenbery

Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec

U. S. Bureau of Land Management - Farmington

File: DHC-1755

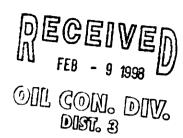
BURLINGTON RESOURCES

SAN JUAN DIVISION

February 6, 1998

Federal Express

Mr. Michael Stogner
New Mexico Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505



Re:

San Juan 27-5 Unit #57

1450'FNL, 2510'FWL, Section 13, T-27-N, R-5-W, Rio Arriba County, NM

API #30-039-07082

Dear Mr. Stogner:

This is a request for administrative approval for a non-standard gas well location in the Blanco Mesa Verde pool. This well was originally drilled and completed as a single Dakota by Pan American Petroleum in 1965. A research of both the file which we received upon purchase and of the New Mexico Oil Conservation Division District Office in Aztec does not show a non-standard location order was even issued for the Dakota. The Aztec District Office believes that the Dakota location is now grandfathered in.

Burlington Resources intends to recomplete the San Juan 27-5 Unit #57 in the Blanco Mesa Verde and commingle the well under DHC-1755. To comply with the New Mexico Oil Conservation Division rules, Burlington is submitting the following for your approval of this non-standard location:

- 1. C-102 plat showing location of the well;
- 2. Plat showing offset owners/operators Burlington is the unit operator;
- 3. Copy of Well Completion Log for original completion.

Production from the Blanco Mesa Verde pool is to be included in a standard 320 gas spacing and proration unit comprising of the West half of Section 13, T-27-N, R-5-W. Production from the Dakota pool is included in a standard 320 gas spacing and proration unit comprising of the North half of Section 13, T-27-N, R-5-W.

Please let me know if you require any additional information.

Walnued

Sincerely yours,

Feggy Bradfield

Regulatory/Compliance Administrator

District [PO Box 1980, Hobbs, NM 88241-1980

State of New Mexico Energy, Minerels & Natural Resources Departme

Fα Revised February Instructions Submit to Appropriate Distric

Certificate Number

District II PO Drawer DD. Artesia. NM 88211-0719

OIL CONSERVATION DIVISION PO Box 2088

State Lease -Fee Lease -

District III 1000 Rio Brazos Rd., Aztec, NM 87410

Santa Fe. NM 87504-2088

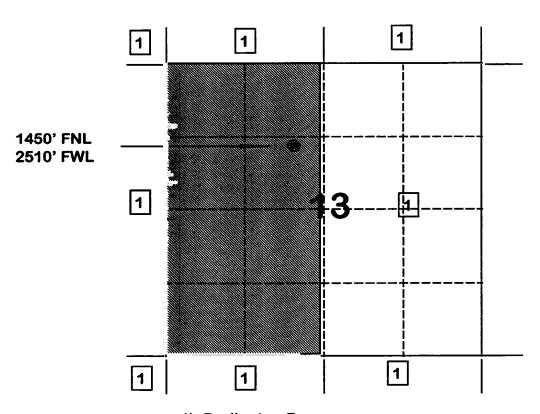
AMENDED F

District IV PO Box 2088, Santa Fe, NM 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT API Number Pool Code Pool Name 30-039-07082 72319/71599 Blanco Mesaverde/Basin Dakota Property Code Property Name Well Nu 7454 SAN JUAN 27-5 UNIT 57 OGRID No. *Operator Name Elevat: BURLINGTON RESOURCES OIL & GAS COMPANY 14538 6838 10 Surface Location UL or lot no. Section Feet from the East/Mast Line Foot from the F 13 27N 5W 1450 North 2510 West AF 11 Bottom Hole Location If Different From Surface ¹² Deducated Acres Dirint or Infall M Committeeson Code Grater No. NV-W/320 DK-N/320 NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLION OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION WINNING OPERATOR CERTIFIC I hereby certify that the information contains true and complete to the best of my interioris *Not re-surveyed: 450 Prepared from plat By: Ernest Echonawk Dated: 6 April. 1965 Signature 2510 Peggy Bradfield Printed Name Regulatory Adminis 12-30-97 Date ///*[[[]]///[[]]///[[]///[[]]///[[]////[]]* "SURVEYOR CERTIFIC. I hereby cortify that the well location shows was elected from field notes of actual survey or whose my supervisors and that the same is correct to the seat of my selief. 1997 OCTOBER OIL CON. DUV.

BURLINGTON RESOURCES OIL AND GAS COMPANY San Juan 27-5 Unit #57 OFFSET OPERATOR \ OWNER PLAT Non Standard Location Mesaverde Formation Well

Township 27 North, Range 5 West



1) Burlington Resources

Form 9-330 (Rev. 5-68) Form approved. Budget Bureau No. 42-R355.5. UNI _D STATES SUBMIT IN DUPLICA (See other in-DEPARTMENT OF THE INTERIOR structions on reverse side) 5. LEASE DESIGNATION AND SERIAL NO. 3-079492-A GEOLOGICAL SURVEY 6. IF INDIAN, ALLOTTEE OR TRIBE NAME WELL COMPLETION OR RECOMPLETION REPORT AND LOG* WELL DRY Other 7. UNIT AGREEMENT NAME -WELL b. TYPE OF COMPLETION: DIFF. DESVE. S. FARM OR LEASE NAME WELL X Other Son Juan 27-5 Unit 2. NAME OF OPERATOR 9. WELL NO. PAR AMERICAR PETROLEMA CORPORATION -3. ADDRESS OF OPERATOR P. C. Box 480, Fermington, Her Rexico 10. FIELD AND POOL, OR WILDCAT Basin Dakota 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements) 11. SEC., T., R., M., OR BLOCK AND SURVEY OR AREA At surface 1150 FML X 2510 Fall At top prod. interval reported below SEA, MI/4 Section 13, 7-27-4, F-5-4 At total depth Katha 12. COUNTY OR 13. STATE 14. PERMIT NO. DATE ISSUED PARISH New Feedeo Eio arriba 19. BLEV. CASINGHEAD 16. DATE T.D. BEACHED | 17. DATE COMPL. (Ready to prod.) 18. ELEVATIONS (DF, REB, RT, GR, ETC.)* 15. DATE SPUDDED 6850 (NDB) 7-12-65 6-26-65 CABLE TOOLS 22. IF MULTIPLE COMPL., HOW MANY* 23. INTERVALS DRILLED BY ROTARY TOOLS 21. PLUG. BACK T.D., MD & TVD 20. TOTAL DEPTH, MD & TVD 0-6152 8117 25. WAS DIRECTIONAL SURVEY MADE 24. PRODUCING INTERVAL(S), OF THIS COMPLETION-TOP, BOTTOM, NAME (MD AND TVD)* Lower Dakota Hein wwwota Spaneroe Dakota 8050-809L 7996-8050 . . 3 E 7674-7996 27. WAS WELL CORED 26. TYPE ELECTRIC AND OTHER LOGS BUN : ±; 10 Pleatric - Germa Ray and Gamma Ray-Hestron CASING RECORD (Report all strings set in well) 282 CEMENTING RECORD -- --HOLE SIZE AMOUNT PULLED WEIGHT, LB./FT. DEPTH SET (MD) CASING SIZE 303 250 Sactor **18**# 39003 -7/8" 1050 Sacks 525 Sacion 10,5 2152 : ... = TUBING RECORD LINER RECORD 30. 29. PACKER SET (MD) SCREEN (MD) SACES CEMENT DEPTH SET -(MD) SIZE TOP (MD) BOTTOM (MD) 8051 2-3/8° 31. PERFORATION RECORD (Interval, size and number) ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC. AMOUNT AND KIND OF MATERIAL USED DEPTH INTERVAL (MD) 7997-6007, 8051-61 with 2 shots per foot. 7997-6093 1100 Callors 7-1/2; said. 8073-93 with 1 about per foot. 28,560 Gallions water and 7873-99 with 2 shots per foot. 25,000 pounts sand 35,112 Gallons sater and 37,720 pounds sand PRODUCTION 33.* WELL STATUS (Producing of

PRODUCTION METHOD (Flowing, gas lift, pumping-eize and type of pump) DATE FIRST PRODUCTION Short In Flow DAS-OIL RATIO GAS-MCF. WATER-BBL. HOURS TESTED CHOKE SIZE OH BBL. DATE OF TEST TEST PERIOD 3/4" 3 hours 7-29-65 GAS-MCF. WATER--BBL OIL GRAVITY-API (CORR.) CALCULATED OIL-BBL. FLOW. TUBING PRE CARING PRESSURE 24-HOUR BATE 518 1167 TEST WITNESSED BI 34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.)

To be sold to Il Paso intural Gas Company

35. LIST OF ATTACHMENTS

SIGNED .

36. I hereby certify that the Correct as determined from all available records Fred L. Habors, District Engineer F. H. HOLLINGSWORTH DATE 7-14-65 TITLE

*(See Instructions and Spaces for Additional Data on Reverse Side)