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

December 17, 1997

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

Administrative Order NSL-3919

Dear Ms. Bradfield:

Reference is made to your application dated November 25, 1997 for an unorthodox Blanco-Mesaverde "infill" gas well location on an existing 332.94-acre non-standard gas spacing and proration unit ("GPU") for said Blanco-Mesaverde Pool, comprising Lots 3 through 7, the SE/4 NW/4, and the E/2 SW/4 (W/2 equivalent) of Section 6 and Lots 1 and 2 and the E/2 NW/4 (NW/4 equivalent) of Section 7, both in Township 31 North, Range 8 West, NMPM, San Juan County, New Mexico (approved by Division Order No. R-9315, dated October 9, 1990). Said GPU is currently dedicated to the Jaquez Well No. 1 (API No. 30-045-10999), located at a standard gas well location 1020 feet from the South line and 1160 feet from the West line (Unit N) of said Section 1.

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." as promulgated by Division Order No. R-8170, as amended, the following described well to be drilled at an unorthodox "infill" gas well location in said Section 6 is hereby approved:

> Jaquez 1-A 1620' FNL - 1195' FWL (Unit F) (API No. 30-045-29494)

Further, both the Jaquez Well Nos. 1 and 1-A are to be dedicated to the subject GPU, further 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,

William J. LeMay

Director

WJL/MES/kv

Oil Conservation Division - Aztec cc:

U. S. Bureau of Land Management - Farmington