



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

May 26, 2004

Mark Fesmire
Director
Oil Conservation Division

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

Attention: **Joni Clark**
Regulatory Specialist
jclark@br-inc.com

Administrative Order NSL-5060

Dear Ms. Clark:

Reference is made to the following: (i) your application dated May 5, 2004 (*administrative application reference No. pMES0-413239494*); and (ii) the records of the New Mexico Oil Conservation Division ("Division") in Aztec and Santa Fe, including the file on Division Administrative Order NSL-2078-A dated May 19, 1997: all concerning Burlington Resources Oil & Gas Company's ("Burlington") request to drill its proposed San Juan "29-7" Unit Well No. 192 (API No. 30-039-27659) at an unorthodox Pictured Cliffs gas well location 820 feet from the North line and 2035 feet from the West line (Unit C) of Section 21, Township 29 North, Range 7 West, NMPM, Rio Arriba County, New Mexico.

The NW/4 of Section 21 is to be dedicated to this well in order to form a standard 160-acre gas spacing unit for the Blanco-Pictured Cliffs Pool (72359) pursuant to Division Rule 104.C (3).

This application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

By the authority granted me under the provisions of Division Rule 104.F (2), as revised, the above-described unorthodox gas well location is hereby approved.

Sincerely,

A handwritten signature in black ink, appearing to read "Michael E. Stogner", written over a horizontal line.

Michael E. Stogner
Engineer/Hearing Officer

MS/mes

cc: New Mexico Oil Conservation Division – Aztec
U. S. Bureau of Land Management – Farmington