NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

March 30, 2006

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

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

Attention: Joni Clark, Sr. Staff Regulatory Specialist
jclark@br-inc.com

Administrative Order NSL-5357

Dear Ms. Clark:

Reference is made to the following: (**i**) your application dated March 8, 2006 (*administrative application reference No. pTDS0-606850881*); and (**ii**) the records of the New Mexico Oil Conservation Division ("Division") in Aztec and Santa Fe, New Mexico: all concerning Burlington Resources Oil & Gas Company, L.P.'s ("Burlington") request for an exception to the well location requirements provided within the "*Special Rules and Regulations for the Basin-Dakota Pool*," as promulgated by Division Order No. R-10987-B, dated June 30, 2000, as amended by Division Orders No. R-10987-B (1), dated August 10, 2000, and R-10987-B (2), dated January 29, 2002. The W/2 of Section 10, Township 29 North, Range 7 West, NMPM, Rio Arriba County, New Mexico is to be dedicated to the proposed well in order to form a standard 320-acre stand-up gas spacing and proration unit within the Basin-Dakota Pool (**71629**).
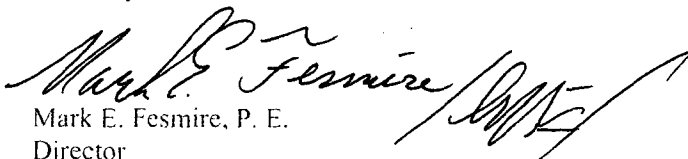
The application has been duly filed under the provisions of Division Rules 104.F and 605.B.

By the authority granted me under the provisions of Division Rule 104.F (2), the following described well to be drilled at an unorthodox Dakota gas well location in Section 13 is hereby approved:

San Juan "29-7" Unit Well No. 4-C
2270' FSL & 540' FWL (Unit L)
(*API No. 30-039-29635*).

Further, the aforementioned well and spacing unit will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest, New Mexico.

Sincerely,

Mark E. Fesmire, P. E.
Director

MEF/ms

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