



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

March 20, 2007

Burlington Resources Oil & Gas Company, LP
Attn: Patsy Clugston
P.O. Box 4289
Farmington, NM 87499-4289

Administrative Order NSL-5590

**Re: San Juan 30-6 Unit Well No. 95B
API No. 30-039-29807
C-26-30N-7W
Rio Arriba County**

Dear Ms Clugston:

Reference is made to the following:

(a) your application (**administrative application reference No. pCLP07-05243821**) submitted to the New Mexico Oil Conservation Division (the Division) in Santa Fe, New Mexico on February 20, 2007, and

(b) the Division's records pertinent to this request.

Burlington Resources Oil & Gas Company, LP (Burlington) has requested to complete its San Juan 30-6 Unit Well No. 95B (API No. 30-039-29807) at an unorthodox Dakota gas well location, 750 feet from the North line and 2170 feet from the West line (Unit C) of Section 26, Township 30 North, Range 7 West, N.M.P.M., in Rio Arriba County, New Mexico. The W/2 of Section 26 will be dedicated to this well in order to form a standard 3200-acre gas spacing and proration unit in the Basin-Dakota Gas Pool (71599). This location is governed by Rules II.A and II.C(1) of the Special Rules and Regulations for the Basin-Dakota Gas Pool, as amended by Order No. R-10987-B(2), effective January 29, 2002, which provide for 320-acre units with wells to be located at least 660 feet from any unit boundary. This location is less than 660 feet from the eastern unit boundary.

Your application has been duly filed under the provisions of Division Rules 104.F and 1210.A(2).

It is our understanding that Burlington is seeking this location in order to conform to United States Bureau of Land Management surface siting requirements.

It is also understood that notice of this application to offsetting operators or owners is unnecessary because the working interest in the offsetting unit towards which this location encroaches is 100% owned by Burlington.

Pursuant to the authority granted me under the provisions of Division Rule 104.F(2), the above-described unorthodox location is hereby approved.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,

A handwritten signature in dark ink, appearing to read 'Mark E. Fesmire', is written over a light blue horizontal line.

Mark E. Fesmire, P.E.
Director

MEF/db

cc: New Mexico Oil Conservation Division - Aztec
United States Bureau of Land Management - Farmington