

MV4DK023.

July 15, 1998

Rec: 7-1-98
Des: NA
Released: 7-15-98

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

Attention: Peggy Bradfield

Administrative Order NSL-1410-A

Dear Ms. Bradfield:

Reference is made to your application submitted to the New Mexico Oil Conservation Division ("Division") on July 1, 1998 for an exception to the well location requirements provided within the "*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-10987, for Burlington Resources Oil & Gas Company's ("Burlington") proposed San Juan "27-4" Unit Well No. 139-A to be drilled at an unorthodox gas well location in both the Blanco-Mesaverde and Basin-Dakota Pools 610 feet from the North line and 1560 feet from the East line (Unit B) of Section 9, Township 27 North, Range 4 West, NMPM, Rio Arriba County, New Mexico.

Gas production from the Blanco-Mesaverde Pool is to be included in an existing standard 320-acre stand-up gas spacing and proration unit comprising the E/2 of said Section 9, which is currently dedicated to Burlington's San Juan "27-4" Unit Well No. 139 (API No. 30-039-22812), located at a previously approved unorthodox gas well location (see Division Administrative Order NSL-1410, dated August 17, 1981) 2200 feet from the South line and 800 feet from the East line (Unit I) of said Section 9.

The E/2 of said Section 9, being a standard 320-acre gas spacing and proration unit for the Basin Dakota Pool, is also to be dedicated to the proposed San Juan "27-4" Unit Well No. 139-A.

The application has been duly filed under the provisions of Division Rules 104.F and 605.B,
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By the authority granted me under the provisions of Division Rule 104.F(2), the above-described unorthodox Blanco-Mesaverde infill gas well location and Basin-Dakota gas well location for the San Juan "27-4" Unit Well No. 139-A is hereby approved. Both of the aforementioned San Juan "27-4" Unit Well Nos. 139 and 139-A and both spacing units 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: NSL-1410