



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

April 16, 1997

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

Administrative Order NSL-2709-A/NSL-2532-A

Dear Ms. Bradfield:

Reference is made to: (i) your application dated March 25, 1997; (ii) the Division's records on Division Administrative Order NSL-2709; and, (iii) the Division's records on Division Administrative Order NSL-2532: all of which concern the unorthodox location of the Payne Well No. 3E (API No. 30-045-27543), located 2155 feet from the North line and 355 feet from the East line (Lot 5/Unit H) of Section 20, Township 32 North, Range 10 West, NMPM, San Juan County, New Mexico. Said well to have dedicated to it the area comprising Lots 1 through 5, the N/2 NW/4, and the SW/4 NW/4 (N/2 equivalent) of said Section 20, being a standard 316.35-acre gas spacing and proration unit in both the Basin-Dakota and Blanco-Mesaverde Pools.

By authority granted me under the provisions of Rule 2(c) of "*General Rules For The Prorated Gas Pools of New Mexico/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-8170, as amended, the above-described well located at an unorthodox gas well location in both the Blanco-Mesaverde and Basin-Dakota Pools is hereby approved.

All provisions of said Division Administrative Orders NSL-2709 and NSL-2532 shall be placed in abeyance until further notice.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay".

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington
File: NSL-2709
NSL-2532