



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

March 17, 1997

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

Administrative Order NSL-3775

Dear Ms. Bradfield:

Reference is made to your application dated February 13, 1997 for an unorthodox Blanco-Mesaverde gas well location on an existing 317.30-acre gas spacing and proration unit ("GPU") for said Blanco-Mesaverde Pool comprising Lots 7, 8, 9, 10, 15, 16, 17, and 18 (the W/2 equivalent) of Section 31, Township 31 North, Range 10 West, NMPM, San Juan County, New Mexico. Said GPU presently has dedicated thereon the Atlantic "C" Well Nos. 4 (API No. 30-045-10046) and 4-A (API No. 30-045-22390) located in Lots/Units "15/N" and "9/E", respectively, of said Section 31.

By the authority granted me under the provisions of Rule 2(d) of the "*General Rules For The Prorated Gas Pools of New Mexico/Special Rules and Regulations For The Blanco-Mesaverde Pool*", as promulgated by Division Order No. R-8170, as amended, the following described well located at an unorthodox gas well location in said Section 31 is hereby approved:

Atlantic "C" Well No. 4-B
2495' FSL - 2310' FWL (Lot 15/Unit K)
API No. 30-045-29298

Further, Burlington Resources is authorized to simultaneously dedicate Blanco-Mesaverde gas production on the subject GPU from the No. 4-B well with the two existing Well Nos. 4 and 4-A. Said wells and GPU will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest New Mexico.

Sincerely,

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington