



NEW MEXICO ENERGY, MINERALS  
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION  
2040 South Pacheco Street  
Santa Fe, New Mexico 87505  
(505) 827-7131

June 1, 1998

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

*Administrative Order NSL-4044*

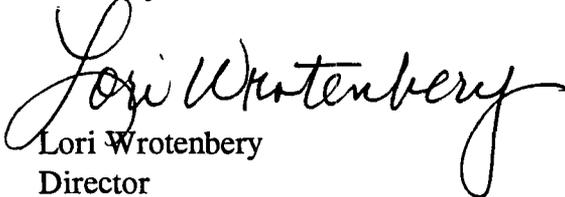
Dear Ms. Bradfield:

Reference is made to your application dated May 9, 1998 for a non-standard gas well location for the proposed San Juan "29-7" Unit Well No. 163 to be drilled 1985 feet from the South line and 2135 feet from the West line (Unit K) of Section 10, Township 29 North, Range 7 West, NMPM, to test the Pictured Cliffs formation, Rio Arriba County, New Mexico. The SW/4 of said Section 10 shall be dedicated to the well to form a standard 160-acre gas spacing and proration unit for the Blanco Pictured Cliffs Pool.

The application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division").

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

Sincerely,

  
Lori Wrotenbery  
Director

LW/MES/kv

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