NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

July 13, 1998

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

Administrative Order NSL-4091

Dear Ms. Bradfield:

Reference is made to your application dated June 22, 1998 for an exception to the well location requirements provided within the "*Special Rules and Regulations for the Basin-Dakota Pool*," as promulgated by Division Order No. R-10987, for a non-standard Basin-Dakota infill gas well location in an existing non-standard 320-acre gas spacing and proration unit for the Basin-Dakota Pool (approved by Division Order No. R-9236, issued in Case No. 9976 dated July 20, 1990) comprising the SE/4 SE/4 of Section 23 and the NE/4 NW/4, S/2 NW/4, and SW/4 of Section 24, both in Township 31 North, Range 12 West, NMPM, San Juan County, New Mexico. This unit is currently dedicated to Burlington Resources Oil & Gas Company's East Well No. 5 (**API No. 30-045-10475**), located a standard gas well location 990 feet from the South line and 1650 feet from the West line (Unit N) of Section 24.

The application has been duly filed under the provisions of Rules 104.F and 605.B of the Rules and Regulations of the New Mexico Oil Conservation Division ("Division").

By the authority granted me under the provisions of Division Rule 104.F(2), the following described well to be drilled at an unorthodox infill gas well location in Section 24 is hereby approved:

East Well No. 5-E
1615' FNL & 875' FWL (Unit E)

Further, both of the aforementioned East Well Nos. 5 and 5-E and existing non-standard gas spacing and proration unit 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