



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

September 4, 1998

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

Administrative Order NSL-4129

Dear Ms. Bradfield:

Reference is made to your application dated August 28, 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 Allison Unit Well No. 17-M to be drilled at an unorthodox infill gas well location in both the Blanco-Mesaverde and Basin-Dakota Pools 2400 feet from the North line and 810 feet from the West line (Unit E) of Section 24, Township 32 North, Range 7 West, NMPM, San Juan County, New Mexico.

Gas production attributed to the well from both pools is to be included in the existing standard 320-acre stand-up gas spacing and proration unit comprising the W/2 of Section 24, which production is currently dedicated to Burlington's Allison Unit Well No. 17 (**API No. 30-045-11294**), located at a standard gas well location for both the Blanco-Mesaverde and Basin-Dakota Pools 1650 feet from the South and West lines (Unit K) 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 above-described unorthodox Basin-Dakota/Blanco-Mesaverde infill gas well location for the Allison Unit Well No. 17-M is hereby approved. Both of the aforementioned Allison Unit Well Nos. 17 and 17-M 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