NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

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

February 17, 1999

Burlington Resources Oil & Gas Company

Telefax No. (505) 326-9833

P. O. Box 4289

Farmington, New Mexico 87499-4289

Attention: Peggy Bradfield

Administrative Order NSL-4214

Dear Ms. Bradfield:

Reference is made to the following: (i) your application dated February 5, 1999; and (ii) to a signed waiver of objection from Taurus Exploration U.S.A. that was submitted to the New Mexico Oil Conservation Division's ("Division") office in Santa Fe on February 17, 1999: all concerning Burlington Resources Oil and Gas Company's request for a non-standard gas well location for the proposed Hubbell Well No. 6-R (API No. 30-045-29730) to be drilled 2660 feet from the South line and 1420 feet from the West line (Unit K) of irregular Section 17, Township 29 North, Range 10 West, NMPM, to test the Pictured Cliffs formation, San Juan County, New Mexico. Lots 11 and 12 and the E/2 SW/4 (SW/4 equivalent) of Section 17 is to be dedicated to the well in order to form a standard 161.03-acre gas spacing and proration unit for the Aztec-Pictured Cliffs Pool.

The application has been duly filed under the provisions of Division Rule 104.F.

By the authority granted me under the provisions of Division 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