



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

June 10, 1999

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

Administrative Order NSL-4312

Dear Ms. Bradfield:

Reference is made to your application submitted to the New Mexico Oil Conservation Division ("Division") on May 21, 1999 for an exception to the well location requirements provided within the "*Special Rules for the Blanco-Mesaverde Pool*," as promulgated by Division Order No. R-10987-A, for a non-standard Blanco-Mesaverde infill gas well location in an existing standard 312.96-acre stand-up gas spacing and proration unit ("GPU") for the Blanco-Mesaverde Pool comprising Lots 3, 4, 5, 6, 11, 12, 13, and 14 (W/2 equivalent) of Section 26, Township 31 North, Range 9 West, NMPM, San Juan County, New Mexico. This GPU is currently dedicated to Burlington Resources Oil & Gas Company's ("Burlington"): (i) Hunsaker Well No. 1 (API No. 30-045-10249), located at a standard gas well location 990 feet from the South line and 1650 feet from the West line (Lot 14/Unit N) of Section 26; and (ii) Hunsaker Well No. 1-A (API No. 30-045-21765), located at a standard gas well location 1460 feet from the North line and 960 feet from the West line (Lot 5/Unit E) of Section 26.

The application has been duly filed under the provisions of Division Rules 104.F and 605.B.

By the authority granted me under the provisions of Division Rule 104.F(2), the following described well to be drilled as the second infill well on this GPU at an unorthodox gas well location in Section 26 is hereby approved:

Hunsaker Well No. 1-B
1745' FSL & 360' FWL (Lot 12/Unit L)
(API No. 30-045-29847).

Further, all three of the aforementioned Hunsaker Well Nos. 1, 1-A, and 1-B and existing GPU will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest, New Mexico and to the Blanco-Mesaverde Pool.

Sincerely,

Lori Wrotenbery
Director
LW/MES/kv

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