



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

April 14, 1998

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

Administrative Order NSL-4005

Dear Ms. Bradfield:

Reference is made to your application dated March 17, 1998 for an unorthodox gas well location in both the Blanco-Mesaverde and Basin-Dakota Pools for the existing San Juan "28-5" Unit Well No. 102-E (API No. 30-039-23855), located 835 feet from the South line and 2495 feet from the East line (Unit O) of irregular Section 12, Township 28 North, Range 5 West, NMPM, Rio Arriba County, New Mexico.

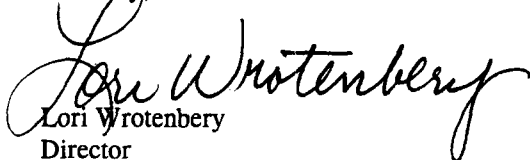
Gas production from the Blanco-Mesaverde Pool attributed to the San Juan "28-5" Unit Well No. 102-E is to be dedicated to a standard 299.04-acre gas spacing and proration unit ("GPU") comprising all of said Section 12.

Basin-Dakota gas production from both the San Juan "28-5" Unit Well No. 102 (API No. 30-039-21865), located 1180 feet from the South line and 470 feet from the East line (Unit P) of irregular Section 11, Township 28 North, Range 5 West, NMPM, Rio Arriba County, New Mexico and the above-described San Juan "28-5" Unit Well No. 102-E is to be simultaneously dedicated to the existing non-standard 310.19-acre GPU (approved by Division Order No. R-2948, dated August 16, 1965) comprising Lots 1, 2, and 3 and the SE/4 SE/4 of Section 11 and Lots 3 and 4, the S/2 SW/4, and the SW/4 SE/4 of Section 12, both in Township 28 North, Range 5 West, NMPM, Rio Arriba County, New Mexico.

It is our understanding that Burlington Resources Oil & Gas Company intends to downhole commingle both the Blanco-Mesaverde and Basin-Dakota Pools in said well under authority of Division Administrative Order DHC-1815, dated February 26, 1998.

By the authority granted me under the provisions of Rule 2(d) of the "General Rules for the Prorated Gas Pools of New Mexico/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-8170, as amended, the above-described unorthodox gas well location for the San Juan "28-5" Unit Well No. 102-E is hereby approved. Both of the aforementioned San Juan "28-5" Unit Well Nos. 102 and 102-E and both GPU's will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest, New Mexico.

Sincerely,


Lori Wrotenberg
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington
File: DHC-1815