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

July 15, 1998 -

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

Administrative Order NSL-1410-A

Dear Ms. Bradfield:

Reference is made to your application submitted to the New Mexico Oil Conservation Division ("Division") on July 1, 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 San Juan "27-4" Unit Well No. 139-A to be drilled at an unorthodox gas well location in both the Blanco-Mesaverde and Basin-Dakota Pools 610 feet from the North line and 1560 feet from the East line (Unit B) of Section 9, Township 27 North, Range 4 West, NMPM, Rio Arriba County, New Mexico.

Gas production from the Blanco-Mesaverde Pool is to be included in an existing standard 320-acre stand-up gas spacing and proration unit comprising the E/2 of said Section 9, which is currently dedicated to Burlington's San Juan "27-4" Unit Well No. 139 (API No. 30-039-22812), located at a previously approved unorthodox gas well location (see Division Administrative Order NSL-1410, dated August 17, 1981) 2200 feet from the South line and 800 feet from the East line (Unit I) of Section 9.

The E/2 of Section 9, being a standard 320-acre gas spacing and proration unit for the Basin Dakota Pool, is also to be dedicated to the proposed San Juan "27-4" Unit Well No. 139-A.

The application has been duly filed under the provisions of Division Rules 104.F and 605.B of the General 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 Blanco-Mesaverde infill gas well location and Basin-Dakota gas well location for the San Juan "27-4" Unit Well No. 139-A is hereby approved. Both of the aforementioned San Juan "27-4" Unit Well Nos. 139 and 139-A 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

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File: NSL-1410 /



## STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

**OIL CONSERVATION DIVISION** 

BRUCE KING GOVERNOR LARRY KEHOE SECRETARY August 17, 1981

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-2434

El Paso Exploration Company P. O. Box 289 Farmington, New Mexico 87401

Attention: Gary W. Brink

Administrative Order NSL-1410

Gentlemen:

Reference is made to your application for a non-standard location for the El Paso Natural Gas Company San Juan 27-4 Unit Well No. 139 to be located 2200 feet from the South line and 800 feet from the East line of Section 9, Town-ship 27 North, Range 4 West, NMPM, Blanco Mesaverde Pool, Rio Arriba County, New Mexico.

By authority granted me under the provisions of Rule 104 F of the Division Rules and Regulations, the above-described unorthodox location is hereby approved.

Sincerely,

JOE D. RAMEY, Director

JDR/RLS/dr

cc: Oil Conservation Division - Aztec
Oil & Gas Engineering Committee - Hobbs
U. S. Geological Survey - Farmington