



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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
File: NSL-1410