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STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

May 19, 1997

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

Administrative Order NSL-2078-A

Dear Ms. Bradfield:

Reference is made to your application dated May 7, 1997 for an unorthodox "infill" gas well location for both the Blanco-Mesaverde and Basin-Dakota Pools for the proposed San Juan "29-7" Unit Well No. 130-M to be drilled 845 feet from the North line and 2055 feet from the West line (Unit C) of Section 21, Township 29 North, Range 7 West, NMPM, Rio Arriba County, New Mexico.

Production from both pools in said well is to be included in the existing standard 320-acre gas spacing and proration units comprising the W/2 of said Section 21, which the Mesaverde production is currently dedicated to Burlington Resources' San Juan "29-7" Unit Well No. 51 (API No. 30-039-07574), located at a standard gas well location 1520 feet from the South line and 970 feet from the West line (Unit L) of said Section 21 and the Dakota production is currently dedicated to Burlington Resources' San Juan "29-7" Unit Well No. 130 (API No. 30-039-23776), located at a non-standard gas well location 2025 feet from the South line and 1400 feet from the West line (Unit K) of said Section 21 (approved by Division Administrative Order NSL-2078, dated July 8, 1985).

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 "infill" Dakota/Mesaverde gas well location for the San Juan "28-6" Unit Well No. 130-M is hereby approved.

Sincerely,

William J. LeMay

Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec

U. S. Bureau of Land Management 1 Farmington

File: NSL-2078 /