## STATE OF NEW MEXICO



## ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

## OIL CONSERVATION DIVISION

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

October 17, 1996

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

Administrative Order NSL-3721

Dear Ms. Bradfield:

Reference is made to your application dated September 23, 1996 for a non-standard Basin-Fruitland coal gas well location for your existing Huerfano Unit Well No. 4 (API No. 30-045-05763) which was drilled in 1951 and completed in the Basin-Dakota Pool at a location 1980 feet from the North and West lines (Unit F) of Section 24, Township 26 North, Range 10 West, NMPM, San Juan County, New Mexico.

It is our understanding that this well is to be recompleted uphole into the Basin-Fruitland Coal (Gas) Pool, which pursuant to the "Special Rules and Regulations for the Basin-Fruitland Coal (Gas) Pool", as promulgated by Division Order No. R-8768, as amended, is unorthodox. Further, W/2 of said Section 24 is to be dedicated to the well to form a standard 320-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Rule 8 of said Order No. R-8768, as amended, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,

William J/LeMay Director

WJL/MES/kv

cc:

Oil Conservation Division - Aztec

US Bureau of Land Management - Farmington