



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

November 26, 1996

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

Administrative Order NSL-3739

Dear Ms. Bradfield:

Reference is made to your application dated November 5, 1996 for a non-standard gas well location in the: (a) Basin-Dakota Pool; (b) Undesignated Ensenada-Gallup Pool; and, (c) Blanco-Mesaverde Pool for Burlington's existing Kline Well No. 27 (API No. 30-039-21603), located 1590 feet from the South line and 2040 feet from the West line (Unit K) of Section 35, Township 26 North, Range 6 West, NMPM, Rio Arriba County, New Mexico.

The S/2 of said Section 35, being a standard 320-acre gas spacing and proration unit in both the Blanco-Mesaverde and Basin-Dakota Pools, and the SW/4 of said Section 35, being a standard 160-acre gas spacing and proration unit for the Undesignated Ensenada-Gallup Pool, are to be dedicated to said well.

It is our understanding that production from all three intervals are to be commingled within the subject wellbore under the authority of Division Order No. R-10239, issued in Case 11038 and dated November 14, 1994.

The application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division"), revised by Division Order No. R-10533, issued by the Oil Conservation Commission in Case 11,351 on January 18, 1996 and Rule 2 of the "General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Basin-Dakota Pool/Special Rules and Regulations for the Blanco-Mesaverde Pool", as promulgated by Division Order No. R-8170, as amended.

By the authority granted me under the provisions of Rule 2(d) of said special Blanco-Mesaverde and Basin-Dakota pool rules and Division General Rule 104.F(2), the above-described unorthodox gas well location is hereby approved.

Sincerely,

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington