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 16, 1997

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

Administrative Order NSL-3796

Dear Ms. Bradfield:

Reference is made to your application dated April 7, 1997 for a non-standard gas well location for your proposed Frost Well No. 1-R to be drilled 1510 feet from the North line and 255 feet from the East line (Unit H) of Section 26, Township 27 North, Range 10 West, NMPM, Fulcher Kutz-Pictured Cliffs Pool, San Juan County, New Mexico. The NE/4 of said Section 26 shall be dedicated to the well forming a standard 160-acre gas spacing and proration unit.

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.

By the authority granted me under the provisions of 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