



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

August 12, 1997

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

Administrative Order NSL-3845

Dear Ms. Bradfield:

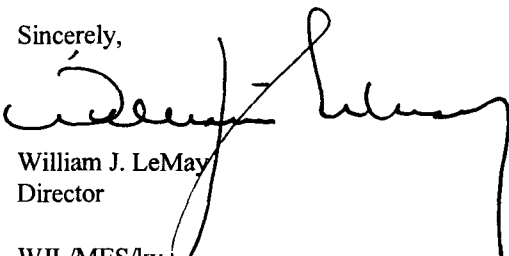
Reference is made to your application dated July 21, 1997 for an unorthodox Blanco-Mesaverde "infill" gas well location on an existing standard 320-acre gas spacing and proration unit ("GPU") for said Blanco-Mesaverde Pool, comprising the W/2 of Section 16, Township 27 North, Range 8 West, NMPM, San Juan County, New Mexico. Said GPU is currently dedicated to the Schultz State Well No. 12 (API No. 30-045-06442), located at a standard gas well location 790 feet from the South line and 1515 feet from the West line (Unit N) of said Section 16.

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*", as promulgated by Division Order No. R-8170, as amended, the following described well to be drilled at an unorthodox "infill" gas well location in said Section 16 is hereby approved:

Schultz State Well No. 12-A
2085' FNL - 1330' FWL (Unit F)
API No. 30-045-29467

Further, both the Schultz State Well Nos. 12 and 12-A are to be dedicated to the subject GPU, further said wells and GPU will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest New Mexico.

Sincerely,


William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec
New Mexico State Land Office - Santa Fe