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 8, 1997

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

Administrative Order NSL-3846

Dear Ms. Bradfield:

Reference is made to your application dated July 24, 1997 for an unorthodox "infill" gas well location for both the Blanco-Mesaverde and Basin-Dakota Pools for the proposed San Juan "28-6" Unit Well No. 98-M to be drilled 450 feet from the North line and 990 feet from the West line (Lot 4/Unit D) of Section 3, Township 27 North, Range 6 West, NMPM, Rio Arriba County, New Mexico.

Production from the Basin-Dakota Pool is to be included in an existing standard 321.12-acre gas spacing and proration unit comprising Lots 1 through 4 and the S/2 N/2 (N/2 equivalent) of said Section 3 which is currently dedicated to your San Juan "28-6" Unit Well No. 98-Y (API No. 30-039-20611), located at a standard gas well location 1150 feet from the North line and 800 feet from the East line (Lot 1/Unit A) of said Section 3 and production from the Blanco-Mesaverde Pool is to be included in an existing standard 320.84-acre gas spacing and proration unit comprising Lots 3 and 4, the S/2 NW/4, and the SW/4 (W/2 equivalent) of said Section 3 which is currently dedicated to Burlington's San Juan "28-6" Unit Well No. 75 (API No. 30-039-07153), located 750 feet from the South line and 1850 feet from the West line (Unit N) of said Section 3.

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" gas well location for the San Juan "28-6" Unit Well No. 98-M is hereby approved.

Sincerely. William J. Le Director WJL/MES/kv cc: Oil Conservation Division - Aztec

U. S. Bureau of Land Management - Farmington