



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

March 10, 1998

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

Administrative Order NSL-3965

Dear Ms. Bradfield:

Reference is made to your application dated February 16, 1997 for an off-pattern non-standard Basin-Fruitland coal gas well location for your existing Huerfano Unit Well No. 103 (API No. 30-045-06081), located 990 feet from the North line and 1650 feet from the West line (Lot 3/Unit C) of Section 3, Township 26 North, Range 10 West, NMPM, San Juan County, New Mexico, which was drilled in 1958 and dually completed (see Division Order No. R-1366, dated April 13, 1959) in the Angels Peak-Gallup Associated and Basin-Dakota Pools.

It is our understanding that both the Gallup and Dakota intervals are to be abandoned and said well will be plugged back and recompleted up-hole to the Basin-Fruitland Coal (Gas) Pool. This location, 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 considered to be unorthodox. Further, Lots 3 and 4, the S/2 NW/4, and the SW/4 (W/2 equivalent) of said Section 3 is to be dedicated to said well in order to form a standard 319.25-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Rule 8 of said special pool rules, the above-described unorthodox coal gas well location for the Huerfano Unit Well No. 103 is hereby approved.

Sincerely,

A handwritten signature in cursive script that reads "Lori Wrotenberg".
Lori Wrotenberg
Director

LW/MES/kv

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