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

June 29, 1998

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

Administrative Order NSL-4072

Dear Ms. Bradfield:

Reference is made to your application dated June 9, 1998 for an exception to the well location requirements provided within the "Special Rules and Regulations for the Blanco-Mesaverde Pool," as promulgated by Division Order No. R-10987, for a non-standard Blanco-Mesaverde infill gas well location in an existing standard 320.12-acre stand-up gas spacing and proration unit for the Blanco-Mesaverde Pool comprising Lots 3, 4, 5, 6, 11, 12, 13, and 14 (W/2 equivalent) of Section 29, Township 32 North, Range 9 West, NMPM, San Juan County, New Mexico. This unit is currently dedicated to Burlington Resources Oil & Gas Company's San Juan "32-9" Unit Well No. 51 (API No. 30-045-11225), located at a standard gas well location 1090 feet from the South line and 890 feet from the West line (Lot 13/Unit M) of Section 29.

The application has been duly filed under the provisions of Rules 104.F and 605.B of the Rules and Regulations of the New Mexico Oil Conservation Division ("Division").

By the authority granted me under the provisions of Division Rule 104.F(2), the following described well to be drilled at an unorthodox infill gas well location in Section 29 is hereby approved:

San Juan "32-9" Unit Well No. 51-A 1360' FN & WL (Lot 6/Unit F)

Further, both of the aforementioned San Juan "32-9" Unit Well Nos. 51 and 51-A and existing gas spacing and proration unit will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest, New Mexico.

Sincerely,

Lori Wrotenbery

Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec

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U. S. Bureau of Land Management - Farmington