



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

July 8, 1998

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

Administrative Order NSL-4088

Dear Ms. Bradfield:

Reference is made to your application submitted to the New Mexico Oil Conservation Division ("Division") on July 1, 1998 for an exception to the well location requirements provided within the *"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-10987, for Burlington Resources Oil & Gas Company's ("Burlington") proposed Allison Unit Well No. 9-M (API No. 30-045-29613) to be drilled at an unorthodox infill gas well location in both the Blanco-Mesaverde and Basin-Dakota Pools 1245 feet from the South line and 1125 feet from the East line (Unit P) of Section 13, Township 32 North, Range 7 West, NMPM, San Juan County, New Mexico.

Gas production attributed to the well from both pools is to be included in the existing standard 320-acre stand-up gas spacing and proration unit comprising the E/2 of Section 13. Blanco-Mesaverde gas production is currently dedicated to Burlington's Allison Unit Well No. 9-R (API No. 30-045-28963), located at a standard gas well location 1720 feet from the North line and 1655 feet from the East line (Unit G) of Section 13. Basin-Dakota gas production is currently dedicated to Burlington's: (i) Allison Unit Well No. 9 (API No. 30-045-11431), located at a standard gas well location 1765 feet from the North line and 1500 feet from the East line (Unit G) of Section 13; and, (ii) the above-described Allison Unit Well No. 9-R.

The application has been duly filed under the provisions of Division Rules 104.F and 605.B of the General 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 above-described unorthodox Basin-Dakota/Blanco-Mesaverde infill gas well location for the Allison Unit Well No. 9-M is hereby approved. All of the aforementioned wells and both spacing units will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest, New Mexico.

Sincerely,

Lori Wrotenbery / MES

Lori Wrotenbery
Director

LW/MES/kv

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