



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

July 23, 1998

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

Administrative Order NSL-4103

Dear Ms. Bradfield:

Reference is made to your application dated July 20, 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. 47 (API No. 30-045-29526) to be drilled at an unorthodox gas well location in both the Blanco-Mesaverde and Basin-Dakota Pools 600 feet from the South line and 790 feet from the West line (Unit M) of Section 8, Township 32 North, Range 6 West, NMPM, San Juan County, New Mexico.

Gas production attributed to the well from both pools is to be dedicated to the previously authorized 320-acre non-standard gas spacing and proration units, both of which comprise the following described area:

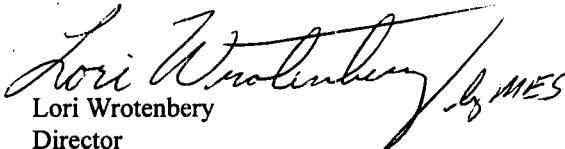
San Juan County, New Mexico
TOWNSHIP 32 NORTH, RANGE 6 WEST, NMPM
Section 8: SW/4 NE/4, SE/4 NW/4, SW/4, and W/2 SE/4.

By Division Order No. R-11003, issued in Case No. 11989 dated July 13, 1998, this 320-acre unit was approved for gas production from the Blanco-Mesaverde Pool. By Division Order No. R-2046, issued in Case No. 2327 dated August 14, 1961, as amended by Division Order No. R-2046-A, issued in Case No. 7479 dated March 2, 1982, the same acreage was designated a non-standard gas spacing and proration unit for Basin-Dakota Pool gas production.

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 above-described unorthodox Basin-Dakota/Blanco-Mesaverde gas well location for the Allison Unit Well No. 47 is hereby approved. This well and both previously authorized non-standard 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
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington
File: Case No. 11989