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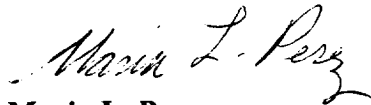
Enclosed is the federal application package for the permit to drill. Burlington Resources is the only affected offsets to the west side of this 320 acre proration unit which is the side which the bottom hole location encroches on.

The applicable drilling window or "producing area" within the Corral Draw Wolfcamp Gas Pool for said wellbore shall include that area within the subject 320-acre spacing and proration unit comprising of the S/2 of said Section 10 that is:

- (a) no closer than 660 feet to the North & South boundary of said 320-acre unit;
- (b) no closer than 1650 feet from the East and West Lines of said Section 10.

Burlington Resources will comply with all provision of Division General Rule 111 applicable in this matter. Please call me if you require additional information on this application.

Sincerely,



Maria L. Perez
Regulatory Representative
A/C 915-688-6906

cc: New Mexico Oil Conservation Division – Artesia
U. S. Bureau of Land Management – Roswell

(s:mlp1:Corral Draw 10 Fed. #1)