



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

June 30, 1998

Burlington Resources Oil & Gas Company
Attention: Maria L. Perez
P. O. Box 51810
Midland, Texas 79710-1810

Ex serial

**RE: Administrative application dated June 1, 1998
for a subsurface gas producing
area/bottomhole gas well location in the
Wolfcamp formation for your proposed Corral
Draw "10" Federal Well No. 1 to be drilled
from a surface location 800 feet from the South
line and 1650 feet from the West line (Unit N)
of Section 10, Township 25 South, Range 29
East, NMPM, Eddy County, New Mexico.**

Dear Ms. Perez:

Per my review of the subject application, I found that the required notice to affected offsets [see Division statewide Rule 104.F(3)] was inadequate in this instance. Please provide me with the required proof of such notification under Rule 104.F(4).

Should you have any questions after first conferring with Ms. Donna Williams in your office in Midland, Texas, you may contact me in Santa Fe at (505) 827-8185.

Sincerely,

Michael E. Stogner
Chief Hearing Examiner/Engineer

cc: New Mexico Oil Conservation Division - Artesia
U. S. Bureau of Land Management - Carlsbad