

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor

April 2, 2004

Joanna Prukop
Cabinet Secretary
Acting Director
Oil Conservation Division

Burlington Resources Oil & Gas Company, L.P.

P. O. Box 4289

Farmington, New Mexico 87499-4289

Attention:

Joni Clark, Regulatory Specialis

Re:

Carson "SRC" Well No. 101-S

2420' FNL & 340' FWL (Unit E) Sec. 1, T30N, R5W, NMPM, Rio Arriba County

API No. 30-039-27577

Dear Ms. Clark:

Reference is made to your application dated March 31, 2004 for an exception to the well location requirements [Rule 7 (a) (1)] provided within the "Special Rules and Regulations for the Basin-Fruitland Coal Gas Pool," as promulgated by Division Order No. R-8768, as amended, for a the above-described well to be drilled at an unorthodox infill coal gas well location within an existing 267.14-acre lay-down gas spacing unit for the Basin-Fruitland Coal (Gas) Pool (71629) comprising Lots 5 through 9, the SW/4 NE/4, and S/2 NW/4 (N/2 equivalent) of Section 1, Township 30 North, Range 5 West, NMPM, Rio Arriba County, New Mexico.

In reviewing your application, I was unable to find where Burlington's existing well holding this spacing unit, Carson "SRC" Well No. 101 (API No. 30-039-26384) located 2075 feet from the North line and 840 feet from the East line (Unit G) of Section 1, received approval for its unorthodox coal gas well location. Please either provide me a copy of or reference the Division order approving this location. Please e-mail this information to "mstogner@state.nm.us" or fax to (505) 476-3462.

Once this information is provided, I will process this application. Thank you.

Sincerely

Michael E. Stogner

Chief Hearing Officer/Engineer

cc:

New Mexico Oil Conservation Division - Aztec

U. S. Bureau of Land Management - Farmington

W. Thomas Kellahin, Legal Counsel for Burlington Resources Oil & Gas Company, L.P. - Santa Fe