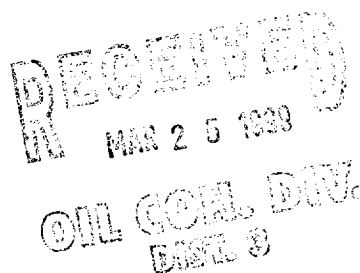




NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

March 22, 1999



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

Administrative Order NSL-4237

Dear Ms. Bradfield:

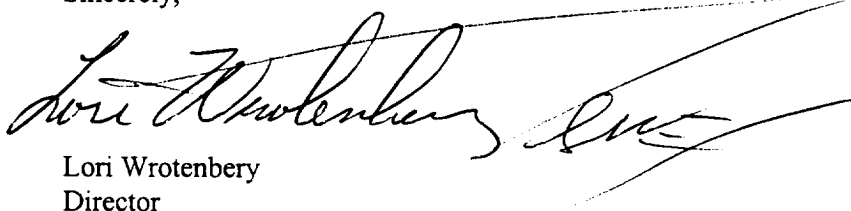
Reference is made to your application submitted to the New Mexico Oil Conservation Division ("Division") on March 19, 1999 for an exception to the well location requirements provided within the "Special Rules and Regulations for the Basin-Dakota Pool," as promulgated by Division Order No. R-10987, for Burlington Resources Oil & Gas Company's (Burlington) proposed San Juan "27-4" Unit Well No. 95-E to be drilled at an unorthodox infill gas well location in the Basin-Dakota Pool 590 feet from the South line and 560 feet from the East line (Unit P) of Section 8, Township 27 North, Range 4 West, NMPM, Rio Arriba County, New Mexico.

Gas production from the Basin-Dakota Pool is to be included in a standard 320-acre stand-up gas spacing and proration unit to comprise the E/2 of Section 8, which is also to be dedicated to Burlington's proposed San Juan "27-4" Unit Well No. 95 (API No. 30-039-26006), to be drilled at a standard gas well location 1615 feet from the North line and 1460 feet from the East line (Unit G) of Section 8.

The application has been duly filed under the provisions of Division Rules 104.F and 605.B.

Further, both of the aforementioned San Juan "27-4" Unit Well Nos. 95 and 95-E and proposed 320-acre gas spacing and proration unit 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

BURLINGTON RESOURCES

SAN JUAN DIVISION

Sent Federal Express

Mr. Michael Stogner
New Mexico Oil Conservation Division
2040 South Pacheco
Santa Fe, New Mexico 87505

RECEIVED
MAR 22 1999
OIL CON. DIV.
DIST. 3

Re: San Juan 27-4 Unit #95E
590'FSL, 560'FEL, Section 8, T-27-N, R-4-W, Rio Arriba County, NM
30-039-not assigned

Dear Mr. Stogner:

Burlington Resources is applying for administrative approval of an unorthodox gas well location for Dakota pool. This application for the referenced location is at the request of the Carson National Forest Service, for placement to provide for the third Mesa Verde well in the east half of Section 8. An application for permit to drill was submitted to the Bureau of Land Management at 1230'FSL, 1750'FEL in May 1998 as a single Dakota. However, Burlington has relooked at Section 8 and determined that if the well is drilled at 590'FSL, 560'FEL, the wellbore can be used to add the Mesa Verde for our increased density program per order R-10987A; and therefore not create additional surface disturbance.

Production from the Basin Dakota pool is to be included in a standard 320 acre gas spacing and proration unit comprising of the east half (E/2) of Section 8 which is also dedicated to Burlington's San Juan 27-4 Unit #95 (API 30-039-not assigned), to be located at 1615'FNL, 1460'FEL of Section 8. The San Juan 27-4 Unit #95 is also proposed to be drilled in 1999. Production from the Blanco Mesa pool is to be included in a standard 320 acre gas spacing and proration unit comprising of the east half (E/2) of Section 8 which is also dedicated to Burlington's San Juan 27-4 Unit #125 (API 30-039-21077) located at 1550'FNL, 1717'FEL of Section 8; and the San Juan 27-4 Unit #125A (API 30-039-22371) located at 1100'FSL, 1820'FEL of Section 8.

The following attachments are for your review:

1. Application for Permit to Drill, sundry to change location, sundry to change to MV-Dk
2. Completed C-102 at referenced location.
3. Offset operators/owners plat - Burlington is the operator of the unit.
4. 7.5 minute topographic map, and enlargement to define topographic features.
5. Geologic narrative and maps

We appreciate your earliest consideration of this application.

Sincerely,


Peggy Bradfield
Regulatory/Compliance Administrator

xc: NMOCD - Aztec District Office
Bureau of Land Management - Farmington District Office

submitted in lieu of Form 3160-5

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Sundry Notices and Reports on Wells

1. Type of Well
GAS

2. Name of Operator

**BURLINGTON
RESOURCES**

OIL & GAS COMPANY

3. Address & Phone No. of Operator

PO Box 4289, Farmington, NM 87499 (505) 326-9700

4. Location of Well, Footage, Sec., T, R, M

590' FSL, 560' FEL, Sec. 8, T-27-N, R-4-W, NMPM

5. Lease Number

SF-080673

If Indian, All. or
Tribe Name

Unit Agreement Name

San Juan 27-4 Unit

8. Well Name & Number

San Juan 27-4 U #95E

9. API Well No.

30-039-

10. Field and Pool

Blanco MV/Basin DK

11. County and State

Rio Arriba Co, NM

12. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OTHER DATA

Type of Submission

☒ Notice of Intent
☐ Subsequent Report
☐ Final Abandonment

Type of Action

☐ Abandonment
☐ Recompletion
☐ Plugging Back
☐ Casing Repair
☐ Altering Casing
☒ Other -
☒ Change of Plans
☐ New Construction
☐ Non-Routine Fracturing
☐ Water Shut off
☐ Conversion to Injection

13. Describe Proposed or Completed Operations

It is intended to add the Mesaverde formation to this single Dakota well and then commingle the well. The operations plan will remain the same. A down-hole commingle application will be made. A revised plat is attached.

14. I hereby certify that the foregoing is true and correct.

Signed Dan Shadwell (DSPUD) Title Regulatory Administrator Date 3/10/99

(This space for Federal or State Office use)

APPROVED BY _____ Title _____ Date _____

CONDITION OF APPROVAL, if any:

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

District I
PO Box 1980, Hobbs NM 88241-1980
District II
PO Drawer KK, Artesia, NM 87211-0719
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504-2088

Form C-102
Revised February 21, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-039-	² Pool Code 72319/71599	³ Pool Name Blanco Mesaverde/Basin Dakota
⁴ Property Code 7452	⁵ Property Name SAN JUAN 27-4 UNIT	⁶ Well Number # 95E
⁷ OGRID No. 14538	⁸ Operator Name BURLINGTON RESOURCES OIL & GAS COMPANY	⁹ Elevation 6709


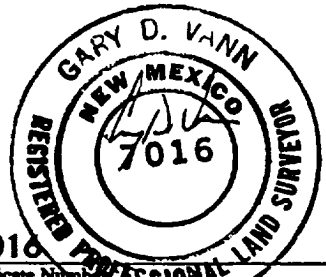
¹⁰ Surface Location

UL or Lot No. P	Section 8	Township 27	Range 4 W	Lot Idn	Feet from the 590	North/South line SOUTH	Feet from the 560	East/West line EAST	County RIO ARRIBA
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¹¹ Bottom Hole Location If Different From Surface

¹ UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
¹² Dedicated Acres MV-E/320 DK-E/320	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.						

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTEREST HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

<div>16</div> <div>RECEIVED MAR 22 1999 OIL CON. DIV. DIST. 3</div> <div>5280'(R)</div>	5251'(R)	<div>17 OPERATOR CERTIFICATION</div> <div>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</div> <div> Signature Peggy Bradfield Printed Name Regulatory Administrator Title Date 3-10-99</div> <div>18 SURVEYOR CERTIFICATION</div> <div>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</div> <div>June 11, 1998 Date of Survey Signature and Seal of Professional Surveyor  7016 Certificate Number</div>	
	5256'(R)	590' 560'	

submitted in lieu of Form 3160-5

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Sundry Notices and Reports on Wells

1. Type of Well
GAS

RECEIVED
MAR 22 1999

5. Lease Number
SF-080673
6. If Indian, All. or
Tribe Name

2. Name of Operator

**BURLINGTON
RESOURCES**

OIL & GAS COMPANY

7. OIL CON. DIV.
DIST. 3

Unit Agreement Name

3. Address & Phone No. of Operator

PO Box 4289, Farmington, NM 87499 (505) 326-9700

San Juan 27-4 Unit
8. Well Name & Number
San Juan 27-4 U #95E

4. Location of Well, Footage, Sec., T, R, M

590' FSL, 560' FEL, Sec. 8, T-27-N, R-4-W, NMPM

9. API Well No.
30-039-
10. Field and Pool
Basin Dakota
11. County and State
Rio Arriba Co, NM

12. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OTHER DATA

Type of Submission

☐ Notice of Intent
☒ Subsequent Report
☐ Final Abandonment

Type of Action

☐ Abandonment
☐ Recompletion
☐ Plugging Back
☐ Casing Repair
☒ Altering Casing
☐ Other -
☐ Change of Plans
☐ New Construction
☐ Non-Routine Fracturing
☐ Water Shut off
☐ Conversion to Injection

13. Describe Proposed or Completed Operations

The footage location for the subject well has been changed from 1230' FSL, 1750' FEL.
A new plat is attached.

14. I hereby certify that the foregoing is true and correct.

Signed [Signature] Title Regulatory Administrator Date 7/13/98
no

(This space for Federal or State Office use)

APPROVED BY _____ Title _____ Date _____

CONDITION OF APPROVAL, if any:

District I
PO Box 1980, Hobbs NM 88241-1980
District II
PO Drawer E.K. Artesia, NM 87211-0719
District III
1000 Rio Brance Rd., Aztec, NM 87410
District IV
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504-2088

Form C-
Revised February 21, 1998
Instructions on b
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number 30-039-	2 Pool Code 71599	3 Pool Name Basin Dakota
4 Property Code 7452	5 Property Name SAN JUAN 27-4 UNIT	6 Well Number # 95E
7 OGRID No. 14538	8 Operator Name BURLINGTON RESOURCES OIL & GAS COMPANY	9 Elevation 6709

10 Surface Location

UL or Lot No. P	Section 8	Township 27	Range 4 W	Lot Idn	Feet from the 590	North/South line SOUTH	Feet from the 560	East/West line EAST	County RIO ARRI
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11 Bottom Hole Location If Different From Surface

12 UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
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13 Dedicated Acres E/320	14 Joint or Infill	15 Consolidation Code	16 Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTEREST HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16 Reissued to show revised location	5251' (R)	17 OPERATOR CERTIFICATION I hereby certify that the information contained here true and complete to the best of my knowledge and belief Signature Peggy Bradfield Printed Name Regulatory Administrator Title Date
RECEIVED MAR 22 1999 OIL CON. DIV. DIST. 3	NMSF - 080673	18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this was plotted from field notes of actual surveys made by or under my supervision, and that the same is true correct to the best of my belief June 11, 1998 Date of Survey Signature and Seal of Professional Surveyor GARY D. VANN NEW MEXICO REGISTERED PROFESSIONAL LAND SURVEYOR 7016 Certificate Number
5280' (R)	8	5280' (R)
	5256' (R)	590' 560'

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a.	Type of Work DRILL	5.	Lease Number SF-080673 Unit Reporting Number 8910010540
1b.	Type of Well GAS	6.	If Indian, All. or Tribe
2.	Operator BURLINGTON RESOURCES Oil & Gas Company	7.	Unit Agreement Name San Juan 27-4 Unit
3.	Address & Phone No. of Operator PO Box 4289, Farmington, NM 87499 (505) 326-9700	8.	Farm or Lease Name San Juan 27-4 Unit
		9.	Well Number 95E
4.	Location of Well 1230' FSL, 1750' FEL Latitude 36° 35' 01", Longitude 107° 16' 16"	10.	Field, Pool, Wildcat Basin Dakota
		11.	Sec., Twn, Rge, Mer. (NMPM) Sec 8, T-27-N, R-4-W API # 30-039-
14.	Distance in Miles from Nearest Town 60 miles to Bloomfield	12.	County RA
		13.	State NM
15.	Distance from Proposed Location to Nearest Property or Lease Line 1230'		
16.	Acres in Lease	17.	Acres Assigned to Well 320 E/2
18.	Distance from Proposed Location to Nearest Well, Drlg, Compl, or Applied for on this Lease 100'		
19.	Proposed Depth 8202	20.	Rotary or Cable Tools Rotary
21.	Elevations (DF, FT, GR, Etc.) 6871' GR	22.	Approx. Date Work will Start
23.	Proposed Casing and Cementing Program See Operations Plan attached		
24.	Authorized by  Regulatory/Compliance Administrator		<u>5-20-98</u> Date

PERMIT NO. _____ APPROVAL DATE _____
APPROVED BY _____ TITLE _____ DATE _____

Archaeological Report to be submitted

Threatened and Endangered Species Report to be submitted

NOTE: This format is issued in lieu of U.S. BLM Form 3160-3

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or presentations as to any matter within its jurisdiction.

OPERATIONS PLAN

Well Name: San Juan 27-4 Unit #95E
Location: 1230' FSL, 1750' FEL Sec 8, T-27-N, R-4-W
Rio Arriba County, NM
Latitude 36° 35' 01", Longitude 107° 16' 16"
Formation: Basin Dakota
Elevation: 6871' GL

<u>Formation Tops:</u>	<u>Top</u>	<u>Bottom</u>	<u>Contents</u>
Surface	San Jose	3132'	
Ojo Alamo	3132'	3317'	aquifer
Kirtland	3317'	3400'	gas
Fruitland	3400'	3714'	
Pictured Cliffs	3714'	3836'	gas
Lewis	3836'	4258'	gas
Intermediate TD	3936'		
Huerfano Bentonite	4258'	4725'	gas
Chacra	4725'	5455'	
Massive Cliff House	5455'	5576'	gas
Menefee	5576'	5907'	gas
Massive Point Lookout	5907'	6442'	gas
Mancos Shale	6442'	7081'	
Gallup	7081'	7862'	gas
Greenhorn	7862'	7922'	gas
Dakota	7922'		gas
TD (4 1/2" liner)	8202'		

Logging Program:

Cased hole - CBL - TD to 200' above TOC, GR/CNL across MV/Dk

Mud Program:

<u>Interval</u>	<u>Type</u>	<u>Weight</u>	<u>Vis.</u>	<u>Fluid Loss</u>
0- 200'	Spud	8.4-9.0	40-50	no control
200-3936'	LSND	8.4-9.0	30-60	no control
3936-8202'	Gas	n/a	n/a	n/a

Pit levels will be visually monitored to detect gain or loss of fluid control.

Casing Program (as listed, the equivalent, or better):

<u>Hole Size</u>	<u>Depth Interval</u>	<u>Csq. Size</u>	<u>Wt.</u>	<u>Grade</u>
12 1/4"	0' - 200'	9 5/8"	32.3#	WC-50
8 3/4"	0' - 3936'	7"	20.0#	J-55
6 1/4"	3836' - 8202'	4 1/2"	10.5#	K-55

Tubing Program:

0' - 8202' 2 3/8" 4.70# EUE

BOP Specifications, Wellhead and Tests:

Surface to Intermediate TD -

11" 2000 psi minimum double gate BOP stack (Reference Figure #1). After nipple-up prior to drilling out surface casing, rams and casing will be tested to 600 psi for 30 minutes.

Intermediate TD to Total Depth -

11" 2000 psi minimum double gate BOP stack (Reference Figure #1). After nipple-up prior to drilling out intermediate casing, rams and casing will be tested to 1500 psi for 30 minutes.

Surface to Total Depth -

2" nominal, 2000 psi minimum choke manifold (Reference Figure #3).

Completion Operations -

7 1/16" 2000 psi double gate BOP stack (Reference Figure #2). After nipple-up prior to completion, pipe rams, casing and liner top will be tested to 2000 psi for 15 minutes.

Wellhead -

9 5/8" x 7" x 2 3/8" x 3000 psi tree assembly.

General -

- Pipe rams will be actuated once each day and blind rams will be actuated once each trip to test proper functioning.
- An upper kelly cock valve with handle available and drill string valves to fit each drill string will be available on the rig floors at all times.
- BOP pit level drill will be conducted weekly for each drilling crew.
- All BOP tests and drills will be recorded in daily drilling reports.
- Blind and pipe rams will be equipped with extension hand wheels.

Cementing:

9 5/8" surface casing - cement with 163 sx Class "B" cement with 1/4# flocele/sx and 2% calcium chloride (188 cu.ft. of slurry, 200% excess to circulate to surface). WOC 8 hrs. Test casing to 600 psi for 30 minutes.

Saw tooth guide shoe on bottom. Bowspring centralizers will be run in accordance with Onshore Order #2.

7" intermediate casing -

Lead w/321 sx Class "B" w/3% metasilicate, 10# gilsonite/sx and 1/2# flocele/sx. Tail w/90 sx 50/50 Class "B" Poz w/2% calcium chloride, 2% gel, 1/2# flocele/sx, 10# gilsonite/sx (925 cu.ft. of slurry, 75% excess to circulate to surface.) WOC minimum of 8 hours before drilling out intermediate casing. If cement does not circulate to surface, a CBL will be run during completion operations to determine TOC. Test casing to 1500 psi for 30 minutes.

Cement nose guide shoe on bottom with float collar spaced on top of shoe joint. Bowspring centralizers spaced every other joint off bottom, to the base of the Ojo Alamo at 3317'. Two turbolating centralizers at the base of the Ojo Alamo at 3317'. Bowspring centralizers spaced every fourth joint from the base of the Ojo Alamo to the base of the surface casing.

4 1/2" Production Liner -

Cement to cover minimum of 100' of 4 1/2" x 7" overlap. Cement with 514 sx 50/50 Class "B" Poz with 2% gel, 1/4# flocele/sx, 5# gilsonite/sx, and 0.4% fluid loss additive (627 cu.ft., 40% excess to cement 4 1/2" x 7" overlap). WOC a minimum of 18 hrs prior to completing.

Cement float shoe on bottom with float collar spaced on top of shoe joint.

Note: To facilitate higher hydraulic stimulation completion work, no liner hanger will be used. Instead, a long string of 4 1/2" casing will be run and cemented with a minimum of 100' of cement overlap between the 4 1/2" x 7" casing strings. After completion of the well, a 4 1/2" CIBP will be set above the last fracturing job to cut and pull the 4 1/2" casing above the 7" casing shoe. The 4 1/2" bridge plug will then be milled and tubing will be run for completion.

Special Drilling Operations (Gas/Mist Drilling):

The following equipment will be operational while gas/mist drilling:

- An anchored blooie line will be utilized to discharge all cuttings and circulating medium to the blow pit a minimum of 100' from the wellhead.
- The blooie line will be equipped with an automatic igniter or pilot light.
- Compressors will be located a minimum of 100' from the wellhead in the opposite direction from the blooie line.
- Engines will have spark arresters or water cooled exhaust.
- Deduster equipment will be utilized.
- The rotating head will be properly lubricated and maintained.
- A float valve will be utilized above the bit.
- Mud circulating equipment, water, and mud materials will be sufficient to maintain control of the well.

Additional Information:

- The Dakota formation will be completed.
- No abnormal temperatures or hazards are anticipated.
- Anticipated pore pressures are as follows:

Fruitland Coal	800 psi
Pictured Cliffs	800 psi
Mesa Verde	700 psi
Dakota	2500 psi
- Sufficient LCM will be added to the mud system to maintain well control, if lost circulation is encountered.
- The east half is dedicated to the Dakota in this well.
- This gas is dedicated.

Frank A. Seidel
Drilling Engineer

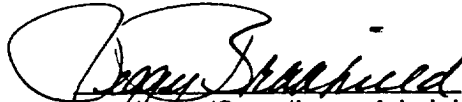
5/22/98
Date

BURLINGTON RESOURCES

San Juan 27-4 Unit #95E
Multi-Point Surface Use Plan

1. Existing Roads - Refer to Map No. 1. Existing roads used to access the proposed location will be properly maintained for the duration of the project. Bureau of Land Management right-of-way has been applied for as shown on Map No. 1.
2. Planned Access Road - Refer to Map No. 1. None required.
3. Location of Existing Wells - Refer to Map No. 1A.
4. Location of Existing and/or Proposed Facilities if Well is Productive -
 - a. On the Well Pad - Refer to Plat No. 1, anticipated production facilities plat.
 - b. Off the Well Pad - Anticipated pipeline facilities as shown on the attached plat from Williams Field Service.
5. Location and Type of Water Supply - Water will be hauled by truck for the proposed project and will be obtained from 44 Crossing Water Hole located NE Section 18, T-27-N, R-4-W, New Mexico.
6. Source of Construction Materials - If construction materials are required for the proposed project, such materials will be obtained from a commercial quarry.
7. Methods of Handling Waste Materials - All garbage and trash materials will be removed from the site for proper disposal. A portable toilet will be provided for human waste and serviced in a proper manner. If liquids are left in the reserve pit after completion of the project, the pit will be fenced until the liquids have had adequate time to dry. The location clean-up will not take place until such time as the reserve pit can be properly covered over to prevent run-off from carrying waste materials into the watershed. Reserve pits will be lined as needed with either 12 mil bio-degradable plastic liner or a bentonite liner. All earthen pits will be so constructed as to prevent leakage from occurring; no earthen pit will be located on natural drainage. Generation of hazardous waste is not anticipated. Federal regulations will be adhered to regarding handling and disposal of such waste if so generated.
8. Ancillary Facilities - None anticipated.
9. Wellsite Layout - Refer to the location diagram and to the wellsite cut and fill diagram (Figure No. 4). The blow pit will be constructed with a 2'/160' grade to allow positive drainage to the reserve pit and prevent standing liquids in the blow pit.

10. Plans for Restoration of the Surface - After completion of the proposed project, the location will be cleaned and leveled. The location will be left in such a condition that will enable reseeding operations to be carried out. Seed mixture as designated by the responsible government agency will be used. The reseeding operations will be performed during the time period set forth by the responsible government agency. The permanent location facilities will be painted as designated by the responsible government agency.
11. Surface Ownership – Carson National Forest
12. Other Information - Environmental stipulations as outlined by the responsible government agency will be adhered to. Refer to the archaeological report for a description of the topography, flora, fauna, soil characteristics, dwellings, historical and cultural sites.
13. Operator's Representative and Certification - Burlington Resources Oil & Gas Company Regional Drilling Manager, Post Office Box 4289, Farmington, NM 87499, telephone (505) 326-9700. I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which presently exist; that the statements made in this plan, are to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by Burlington Resources Oil and Gas Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.


Regulatory/Compliance Administrator 5-20-83
Date

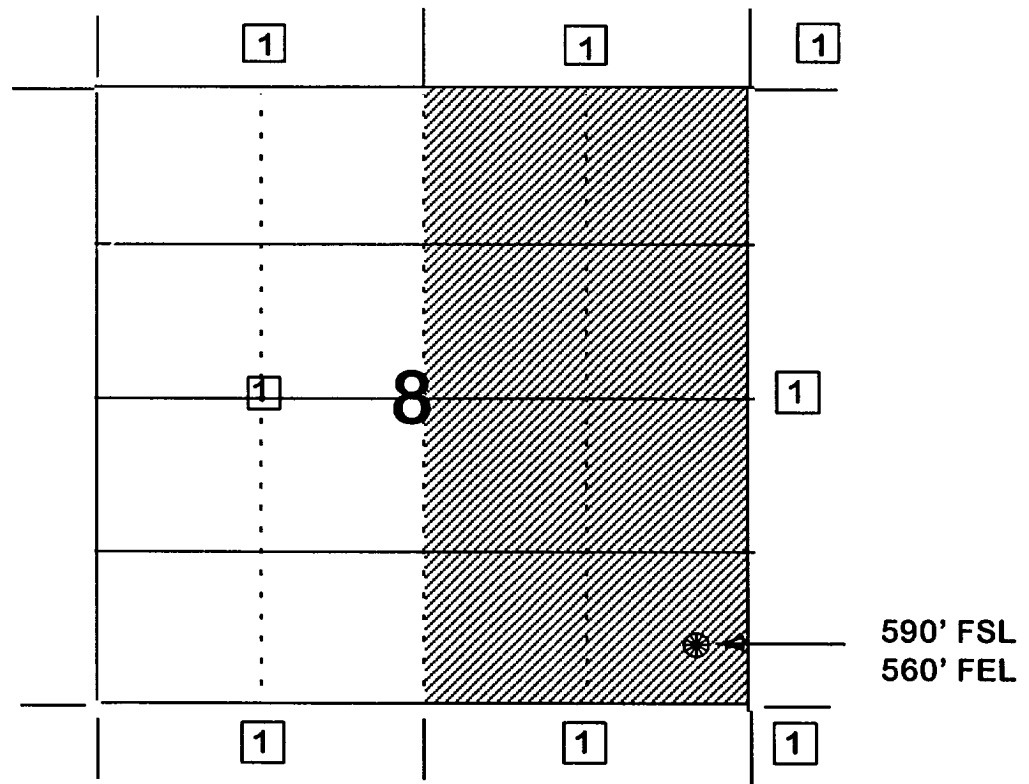
BURLINGTON RESOURCES OIL AND GAS COMPANY

**San Juan 27-4 Unit #95E
OFFSET OPERATOR \ OWNER PLAT**

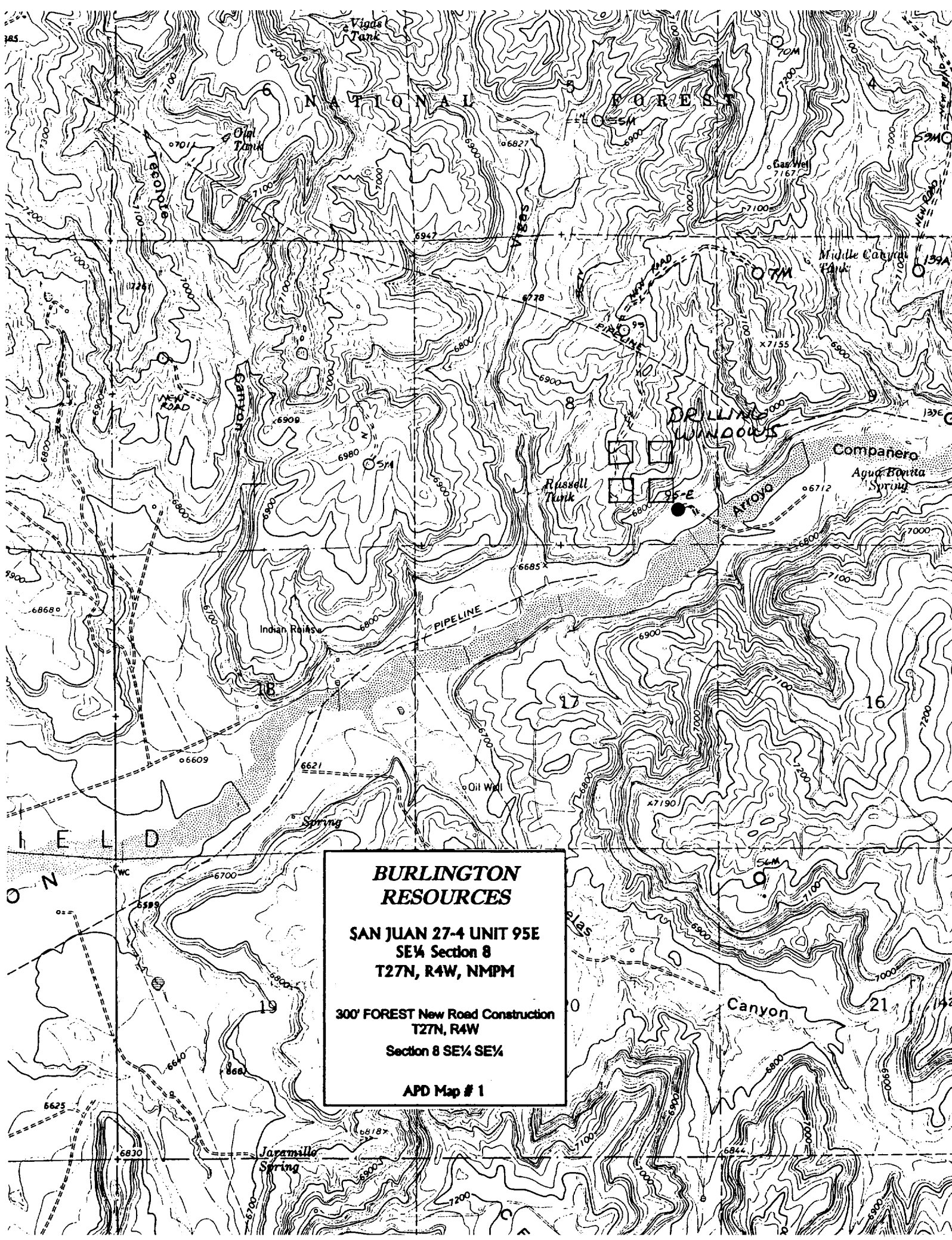
Mesaverde/Dakota Formations

Nonstandard Location

Township 27 North, Range 4 West



1) Burlington Resources

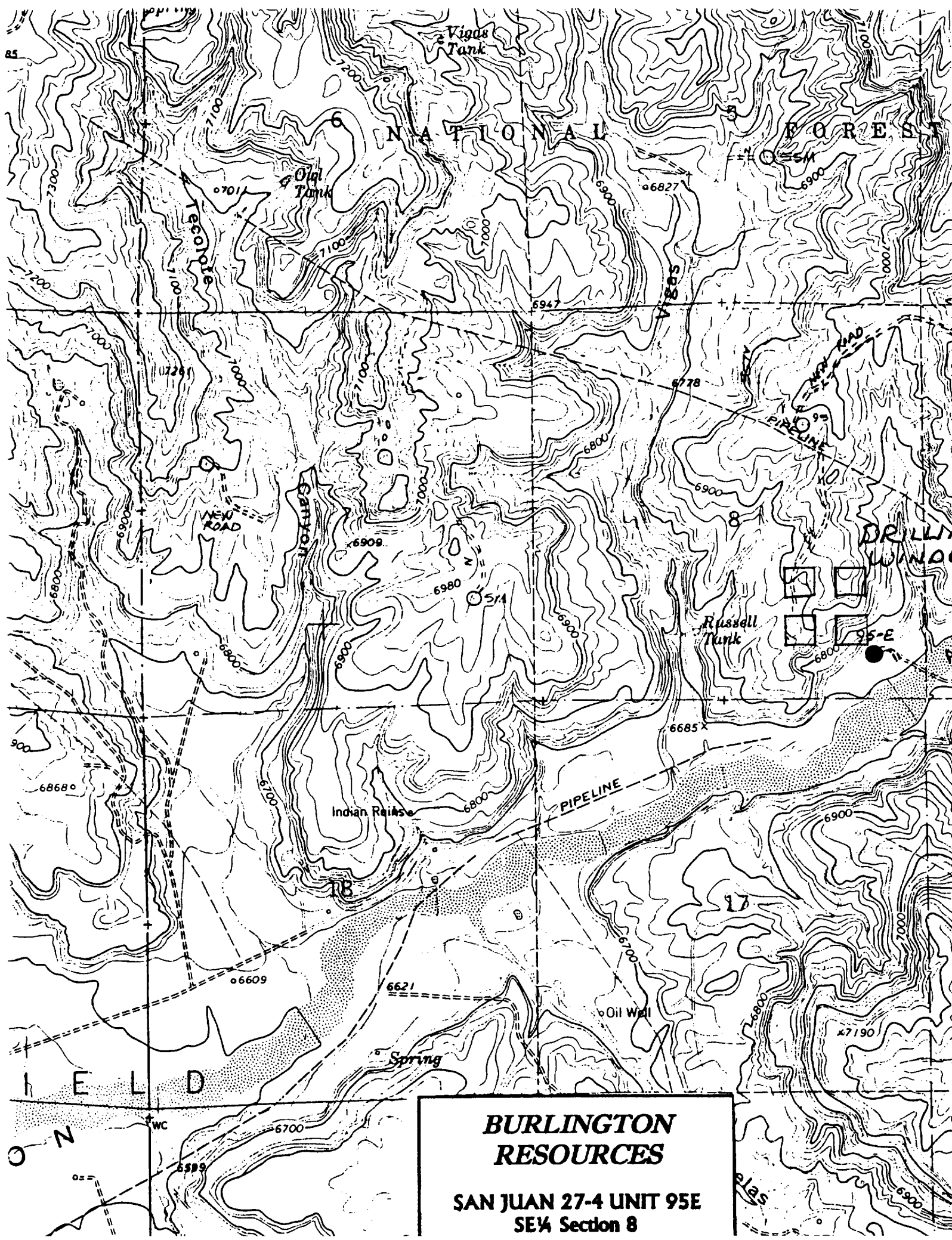


**BURLINGTON
RESOURCES**

**SAN JUAN 27-4 UNIT 95E
SE¼ Section 8
T27N, R4W, NMPM**

**300' FOREST New Road Construction
T27N, R4W
Section 8 SE¼ SE¼**

APD Map # 1



NATIONAL

FOREST

FIELD

**BURLINGTON
RESOURCES**
**SAN JUAN 27-4 UNIT 95E
SE 1/4 Section 8**

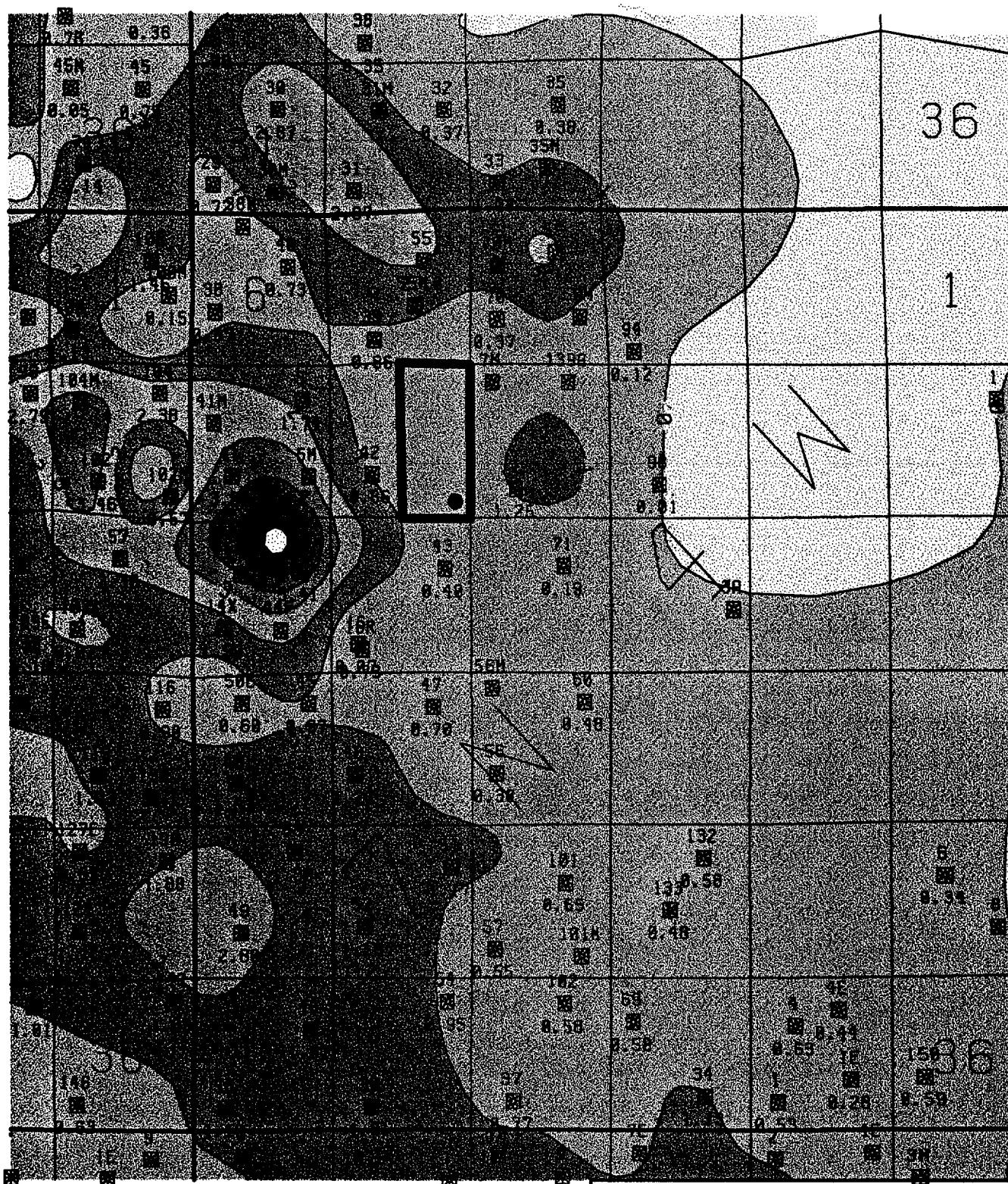
Proposed San Juan 27-4 Unit Well Number 95E
590' FNL & 560' FEL
Section 8, T27N, R4W
Rio Arriba County, New Mexico
Blanco Mesaverde/Basin Dakota Pools
Estimated TD 8040'



Basin Dakota Pool

Reservoir development in the Dakota producing interval at the proposed test is expected to be similar to that encountered at the San Juan 27-4 Unit #7 located in the SW/4 of Section 9, T27N, R4W, Rio Arriba County, New Mexico. Cumulative production from the Dakota producing interval at the #7 well as of June 1998 was 1.253 BCFG. The well is currently producing at a steady daily rate of 70 MCFGD. Two principal gas productive intervals are developed in the Dakota at the #7 well, the Upper Cubero Member and the Lower Cubero Member. The proposed test targets undeveloped gas reserves in both members. Additional gas reserves will be recovered from the Two Wells Member of the Graneros at the proposed location. A Dakota well located at the proposed unorthodox well location is expected to be geologically comparable with a test located at any standard well location in the spacing unit.

Blanco Mesaverde Pool

The location of the proposed test was selected to optimize recovery from the Mesaverde Group. The primary control on productivity in the Mesaverde is the density of natural fractures. Fracture orientation ranges from due north to north 30 degrees east. Gas drainage areas are elliptical in shape with the long axis parallel to the direction of fracture orientation. A drainage area ellipse map of the project vicinity indicates that undeveloped gas reserves remain to be exploited in the E/2SE/4 of Section 8, T27N, R4W. The drainage area ellipse map is based upon data derived from a larger study of the entire Blanco Mesaverde Pool (estimated ultimate recovery calculated for all wells in the Blanco Mesaverde Pool, original gas in place values calculated for entire Blanco Mesaverde Pool, etc.). Gross recoverable reserves of 1.120 BCFG are projected from the Mesaverde producing interval for the proposed test. Due to topographic and archeological restrictions, it is not possible to exploit the remaining gas reserves in the Mesaverde in E/2SE/4 of Section 8, T27N, R4W from a standard surface location in the spacing unit.



 SPACING UNIT
 SAN JUAN 27-4 UNIT #95E
 PROPOSED LOCATION
 SAN JUAN 27-4 UNIT #95E

NOTE: ONLY DAKOTA
 PRODUCERS SPOTTED
 ON MAP.

BURLINGTON RESOURCES
 FARMINGTON NM

SAN JUAN 27-4 UNIT #95E
 DAKOTA CUM PROD IN BCF
 DATA CURRENT THROUGH JUNE 1998
 GEOLOGIST: D. CLARK

J. DEWART	17-MAR-99
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Rio Arriba County, NM

