



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

July 3, 2000

Lori Wrotenbery
Director
Oil Conservation Division

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

Administrative Order NSL-4477

Dear Ms. Cole:

Reference is made to the following: (i) your initial application submitted to the New Mexico Oil Conservation Division ("Division") on June 21, 2000; (ii) your letter dated June 30, 2000 with additional support information; and (iii) the Division's records: all concerning Burlington Resources Oil & Gas Company's request 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 a non-standard Basin-Dakota infill gas well location within an existing standard 320.07-acre, more or less, stand-up gas spacing and proration unit for the Basin-Dakota Pool comprising the W/2 equivalent of Section 33, Township 30 North, Range 6 West, NMPM, Rio Arriba County, New Mexico. This unit is currently dedicated to Burlington's San Juan "30-6" Unit Well No. 31 (**API No. 30-039-07712**), located a standard gas well location 790 feet from the South line and 1850 feet from the West line (Lot 3/Unit N) of Section 33.

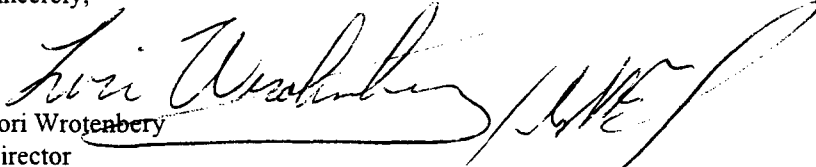
The application has been duly filed under the provisions of Division Rules 104.F and 605.B.

By the authority granted me under the provisions of Division Rule 104.F (2), the following described well to be drilled at an unorthodox infill gas well location in Section 33 is hereby approved:

San Juan "30-6" Unit Well No. 31-Y, or No. 31E-Y, whichever is applicable,
1205' FNL & 1300' FWL (Unit D)
(API No. 30-039-26375)

Further, both of the aforementioned San Juan "30-6" Unit Well No. 31 and No. 31-Y/31E-Y and existing 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