

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

Bill Richardson
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Director
Oil Conservation Division

May 29, 2003

Burlington Resources Oil & Gas Company

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P. O. Box 4289

Farmington, New Mexico 87499-4289

Attention:

Peggy Cole

pbradfield@br-inc.com

Administrative Order NSL-4889

Dear Ms. Cole:

Reference is made to the following: (i) your application submitted to the New Mexico Oil Conservation Division ("Division") on May 22, 2003 (administrative application reference No. pKRV0-314336683); and (ii) the records of the Division in Aztec and Santa Fe: all concerning Burlington Resources Oil & Gas Company's ("Burlington") request 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 non-standard infill gas well location within an existing standard 317.89-acre stand-up gas spacing unit for the Basin-Fruitland Coal (Gas) Pool (71629) comprising Lots 3, 4, 5, 6, 11, 12, 13, and 14 (W/2 equivalent) of Section 20, Township 32 North, Range 9 West, NMPM, San Juan County, New Mexico.

This application has been duly filed under the provisions of: (i) Rule 7 (b) of the "Special Rules and Regulations for the Basin-Fruitland Coal Gas Pool"; (ii) Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission ("Commission") in Case No. 12119 on August 12, 1999; and (iii) Rule 1207.A (2), revised by Division Order No. R-11205, issued by the Commission in Case No. 12177 on June 17, 1999.

This unit is currently dedicated to Burlington's Newco Well No. 100 (API No. 30-045-26995), located at a standard coal gas well location 1630 feet from the South line and 1640 feet from the West line (Lot 11/Unit K) of Section 20.

By the authority granted me under the applicable provisions of the special pool rules governing the Basin-Fruitland Coal (Gas) Pool and Division Rule 104.F (2), the following described well to be drilled as an unorthodox infill coal gas well on this 317.89-acre gas spacing unit is hereby approved:

Newco Well No. 100-S 2575' FNL & 465' FWL (Lot 5/Unit E). Further, Burlington is hereby authorized to simultaneously dedicate production attributed to the Basin-Fruitland Coal (Gas) Pool from its existing Newco Well No. 100 with the proposed Newco Well No. 100-S.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

Sincerely.

Lori Wrotenbery

Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec

New Mexico State Land Office - Santa Fe