

BURLINGTON
RESOURCES
San Juan Division

PMBSD - 530537849

Rev: 10-28-05
Susa: 11-17-05

Sent Federal Express

October 27, 2005

Mr. Michael Stogner
New Mexico Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87504

Re: Randleman #1B
725' FNL, 2390' FWL, Section 13, T-31-N, R-11-W, San Juan County
30-045-31932

Dear Mr. Stogner:

Burlington Resources is applying for administrative approval of an unorthodox gas well location for the Fruitland Coal and Fruitland Sands formation.

The subject well was staked at this location due to terrain, geology and utilities, and was originally a Mesaverde/Dakota well. After plugging back the Dakota, Gallup, Mesaverde & Chacra as per NOI dated 6/22/05 (attached) due to major well problems, Burlington is wanting to recomplete the Fruitland Coal formation, and add the Fruitland Sands interval. The Mesaverde & Dakota formations were approved as a non-standard location in February 2003, by NSL #4988.

The terrain slopes steeply to the west into the wash, as shown on the attached aerial photography and topographic maps. A majority of the area within the legal spacing window for the Fruitland Coal and Fruitland Sands formation is encompassed by a large arroyo, steep cliffs, underground and above ground utilities and irrigated farm land. Burlington would not want to disturb the irrigation system in place. Consequently, this location was staked non-standard for the Fruitland Coal & Fruitland Sands formation, in order to best fit the existing geology and terrain.

The following attachments are for your review:

- Approved application for Permit to Drill and C-102 at referenced location
- Offset operators / owners plat
- 9 Section plat
- Aerial Photography Map

Three copies of this application are being submitted to offset operator / owner by certified mail. Please let me know if you have any questions about this application.

Sincerely,



Johi Clark
Regulatory Specialist

RECEIVED

OCT 28 2005

Oil Conservation Division
1220 S. St. Francis Drive
Santa Fe, NM 87505

Re: Randleman #1B
725' FNL, 2390' FWL, Section 13, T31N, R11W, San Juan County
30-045-31932

I hereby certify that the following offset owners/operators have been notified by certified mail of our application for administrative approval for non-standard well location of the above well.

Charline M Gaston Living Trust
UTA 7/14/1999
Charline M Gaston Trustee
3013 Mesa Drive
Aztec, NM 87410

Comstock Oil & Gas LP
5300 Town & Country Blvd #500
Frisco, TX 75034

Don Wayne Smith
3701 E. Kaley
Orlando, FL 32812

Earl F. & Lula Fay Randlemon
Living Trust UTA 7/14/99
Earl F. Randleman & Lula Fay Randlemon Co-Trustees
P. O. Box 96
Aztec, NM 87410

Ester F. Bandy Trust UTA
Dated 1/10/1985
Kenneth L. Bandy Successor Trustee
36 Road 3179
Aztec, NM 87410

IBEX Partnership Ltd
P. O. Box 911
Breckenridge, TX 76424-0911

Lawanda Jean Hanhardt
409 S. Church
Aztec, NM 87410

Moore Loyal Trust
Lee Wayne Moore Trustee
403 N. Marienfeld
Midland, TX 79701

Morrison-Randlemon Family Trust
Dated March 12, 2002
c/o Deanna Blythe
229 Road 2800
Aztec, NM 87410

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-101

APPLICATION FOR PERMIT TO DRILL

Operator Name and Address		OGRID Number
BURLINGTON RESOURCES OIL & GAS CO PO Box 4289 Farmington, NM 87499		14538
		API Number 30-045-31932
Property Code 7412	Property Name RANDLEMAN	Well No. 001B

Surface Location

UL or Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
C	13	31N	11W	C	725	N	2390	W	San Juan

Proposed Pools

BASIN DAKOTA (PRORATED GAS) 71599 BLANCO-MESAVERDE (PRORATED GAS) 72319
--

Work Type New Well	Well Type GAS	Cable/Rotary	Lease Type Private	Ground Level Elevation 5862
Multiple Y	Proposed Depth 7245	Formation Dakota Formation	Contractor	Spud Date

Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	9.625	32.3	120	35	0
Int1	8.75	7	20	2749	323	0
Prod	6.25	4.5	10.5	7110	301	2649

Casing/Cement Program: Additional Comments

Well will be an open hole from 7110 to 7245.
--

Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Double Ram	2000	2000	

I hereby certify that the information given above is true and complete to the best of my knowledge and belief.		OIL CONSERVATION DIVISION	
Electronically Signed By: Nancy Oltmanns		Electronically Approved By: Frank Chavez	
Title: Senior Staff Specialist		Title: District Supervisor	
Date: 10/15/2003		Approval Date: 10/28/2003	Expiration Date: 10/28/2004
Phone: 505-326-9891		Conditions of Approval: No Conditions	

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

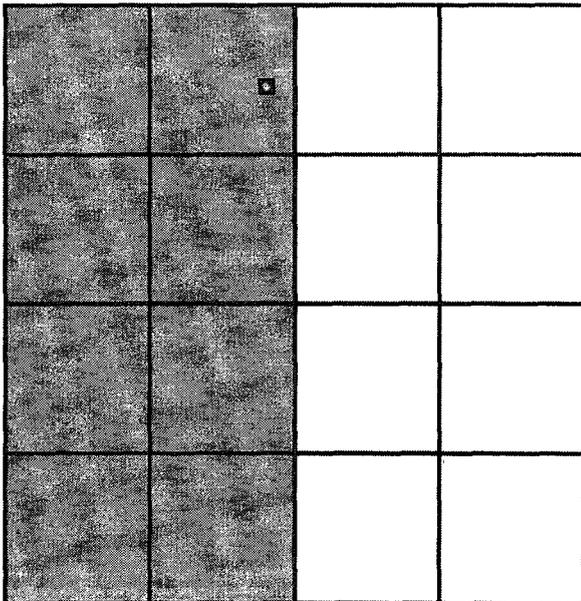
Form C-102

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-045-31932	Pool Name BLANCO-MESAVERDE (PRORATED GAS)	Pool Code 72319
Property Code 7412	Property Name RANDLEMAN	Well No. 001B
OGRID No. 14538	Operator Name BURLINGTON RESOURCES OIL & GAS CO	Elevation 5862

Surface And Bottom Hole Location

UL or Lot C	Section 13	Township 31N	Range 11W	Lot Idn C	Feet From 725	N/S Line N	Feet From 2390	E/W Line W	County San Juan
Dedicated Acres 320		Joint or Infill		Consolidation Code		Order No.			



OPERATOR CERTIFICATION
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.
Electronically Signed By: Nancy Oltmanns
Title: Senior Staff Specialist
Date: 10/15/2003

SURVEYOR CERTIFICATION
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.
Surveyed By: Glen Russell
Date of Survey: 09/18/2003
Certificate Number: 15703

Standard 640-acre
Section

Submit 3 Copies To Appropriate District Office

State of New Mexico Energy, Minerals and Natural Resources

Form C-103 March 4, 2004

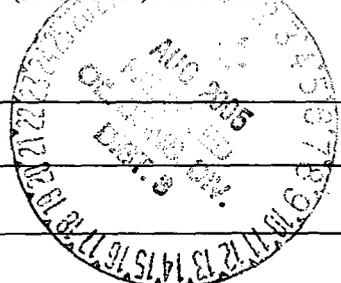
10-13-05

District I 1625 N. French Dr., Hobbs, NM 88240
District II 1301 W. Grand Ave., Artesia, NM 88210
District III 1000 Rio Brazos Rd., Aztec, NM 87410
District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

WELL API NO. 30-045-31932
5. Indicate Type of Lease STATE [] FEE [X]
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Randleman
8. Well Number #1B
9. OGRID Number 14538
10. Pool name or Wildcat Basin FC - 71629/ WC 31N11W13C FS

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)
1. Type of Well: Oil Well [] Gas Well [X] Other []
2. Name of Operator Burlington Resources Oil & Gas Company LP
3. Address of Operator P.O. Box 4289, Farmington, NM 87499-4289
4. Well Location Unit Letter C : 725 feet from the North line and 2390 feet from the West line
Section 13 Township 31N Range 11W NMPM San Juan County
11. Elevation (Show whether DR, RKB, RT, GR, etc.)



12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK [] PLUG AND ABANDON [] TEMPORARILY ABANDON [] CHANGE PLANS [] PULL OR ALTER CASING [] MULTIPLE COMPLETION [] OTHER Well Plat [X]
SUBSEQUENT REPORT OF: REMEDIAL WORK [] ALTERING CASING [] COMMENCE DRILLING OPNS. [] PLUG AND ABANDONMENT [] CASING TEST AND CEMENT JOB [] OTHER: []

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

See the attached well location and acreage dedication plat (C102) for the Fruitland Coal and Fruitland Sands on the subject well. Plans are still to recomplete in the Fruitland Coal interval after plugging back the DK/Gallup/Mesaverde/Chacra as per NOI dated 6/22/05, but now will also be adding the Fruitland Sands interval. See the revised procedure attached. This will be a DHC'd well and the DHC application will be submitted once working interest owners have been given notice.

WORLD OIL FOR NSL

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines [], a general permit [] or an (attached) alternative OCD-approved plan [].

SIGNATURE Patsy Clugston TITLE Sr. Regulatory Specialist DATE 8/1/05

Type or print name Patsy Clugston E-mail address: pclugston@br-inc.com Telephone No. 505-326-9518 (This space for State use)

APPROVED BY Original Signed by STEVEN N. HAYDEN TITLE DEPUTY OIL & GAS INSPECTOR, DIST. 8 DATE AUG 02 2005
Conditions of approval, if any:

Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 87401
 District II
 1301 W. Grand Ave., Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 May 27, 2004

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

WELL API NO. 30-045-31932
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No. FEE
7. Lease Name or Unit Agreement Name Randleman
8. Well Number #1B
9. OGRID Number 14538
10. Pool name or Wildcat Fruitland Coal

SUNDRY NOTICES AND REPORTS ON WELLS
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well Gas Well Other

2. Name of Operator
 Burlington Resources Oil & Gas Company LP

3. Address of Operator
 3401 E. 30th Street, Farmington, NM 87402

4. Well Location
 Unit Letter C : 725 feet from the North line and 2390 feet from the West line
 Section 13 Township 31N Range 11W NMPM County San Juan

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

Pit or Below-grade Tank Application or Closure
 Pit type _____ Depth to Ground water _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____
 Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

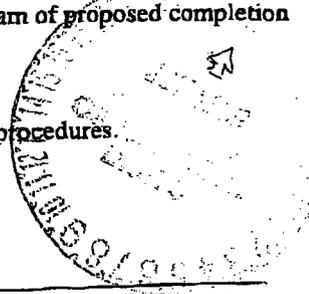
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:
 PERFORM REMEDIAL WORK PLUG AND ABANDON
 TEMPORARILY ABANDON CHANGE PLANS
 PULL OR ALTER CASING MULTIPLE COMPL
 OTHER: Recompletion

SUBSEQUENT REPORT OF:
 REMEDIAL WORK ALTERING CASING
 COMMENCE DRILLING OPNS. P AND A
 CASING/CEMENT JOB
 OTHER:

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

It is intended to recomplete the Randleman #1B as a Fruitland Coal producer, as shown on the attached procedures.



I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit or an (attached) alternative OCD-approved plan .

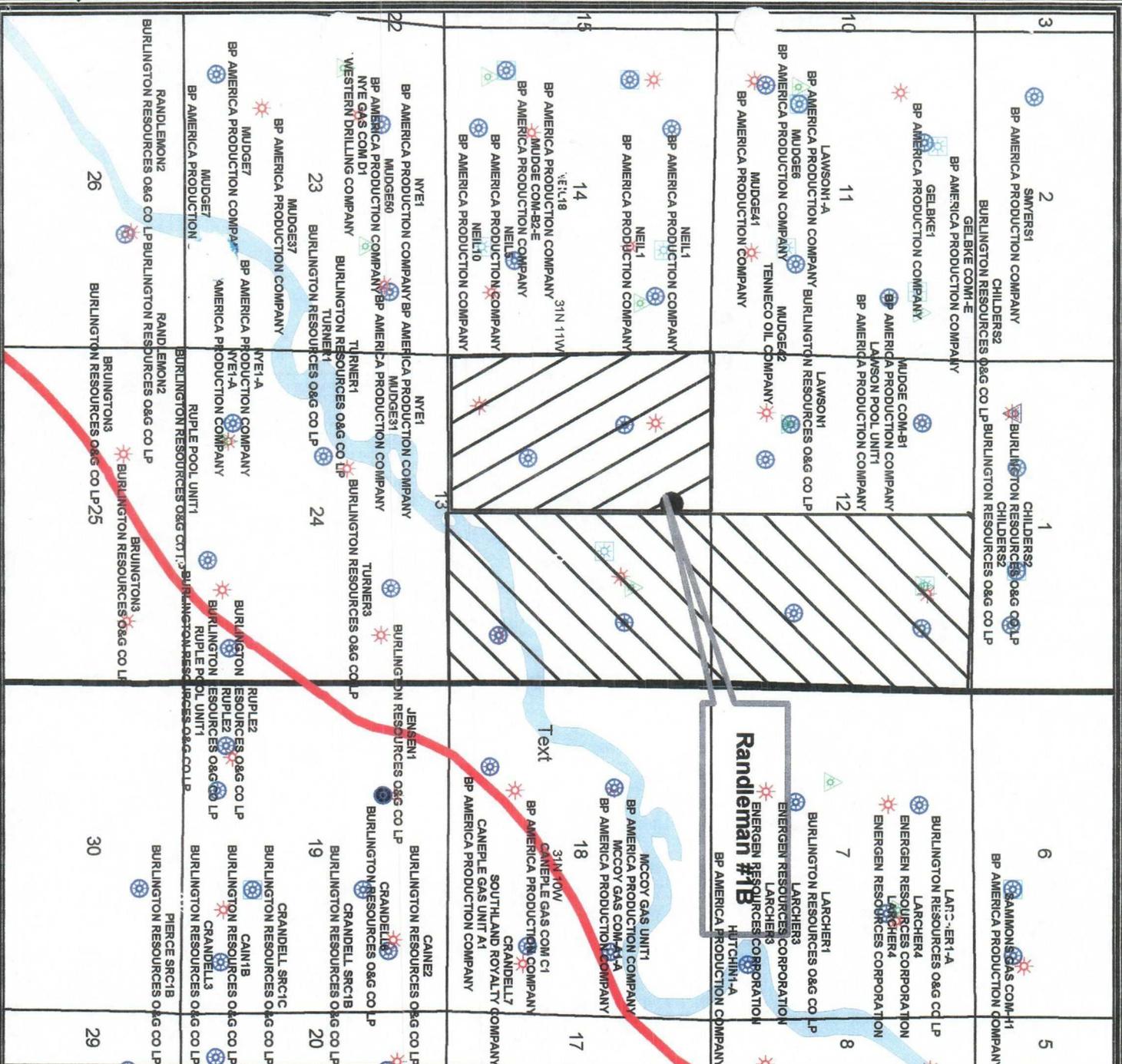
SIGNATURE Joni Clark TITLE Senior Regulatory Specialist DATE 6/22/05

Type or print name Joni Clark E-mail address: jclark@br-inc.com Telephone No. 505-326-9701

For State Use Only ORIGINAL SIGNED BY E. VILLANUEVA DEPUTY OIL & GAS INSPECTOR, DIST. 00 DATE JUN 23 2005

APPROVED BY: _____ TITLE _____

Conditions of Approval (if any):



Legend

- <all other values>
- △ FRUITLAND
- ▽ FRUITLAND COAL
- ▲ PICTURED CLIFFS
- ★ MESAVERDE
- ⊗ DAKOTA
- ⊕ PENNSYLVANIAN
- Major Roads
- Sections
- ▭ Townships
- U.S. Water Bodies

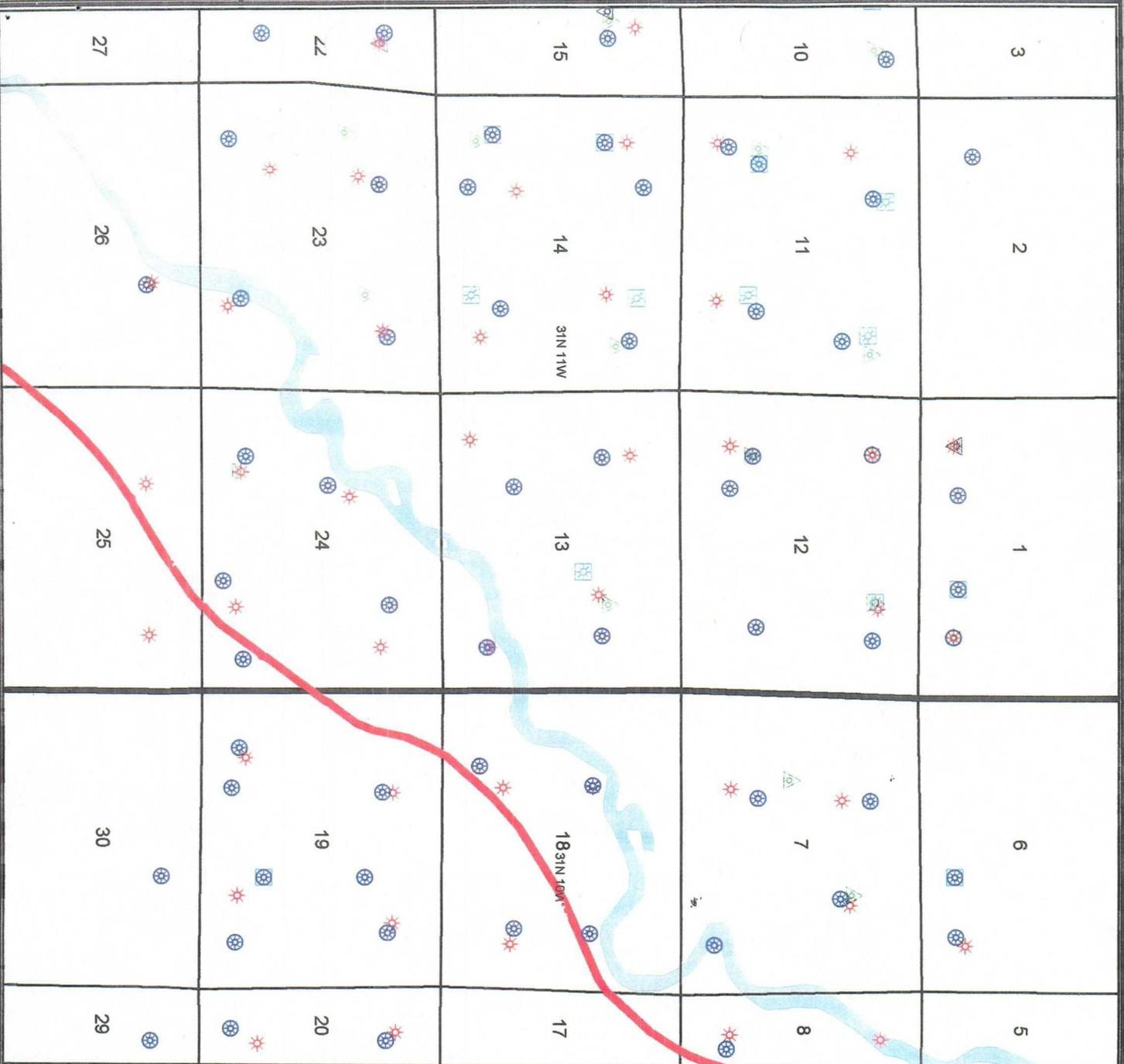
- ▨ Offset Operators
- ▨ Proposed Well



BURLINGTON RESOURCES
San Juan

Randlemann #1B
Offset Operator Plat
Sec. 13, T 31 N, R 11 W, San Juan County, NM

Prepared By: kg3 Date: 1/8/2004
 File Number: Revised Date: 1/8/2004
 File Name: New Project



Legend

- Major Roads
- Sections
- Townships
- San Juan Federal Units
- U.S. Water Bodies
- <all other releases>
- FRUITLAND
- FRUITLAND COAL
- PICTURED CLIFFS
- MESAVERDE
- DAKOTA
- PENNSYLVANIAN

N

BURLINGTON RESOURCES

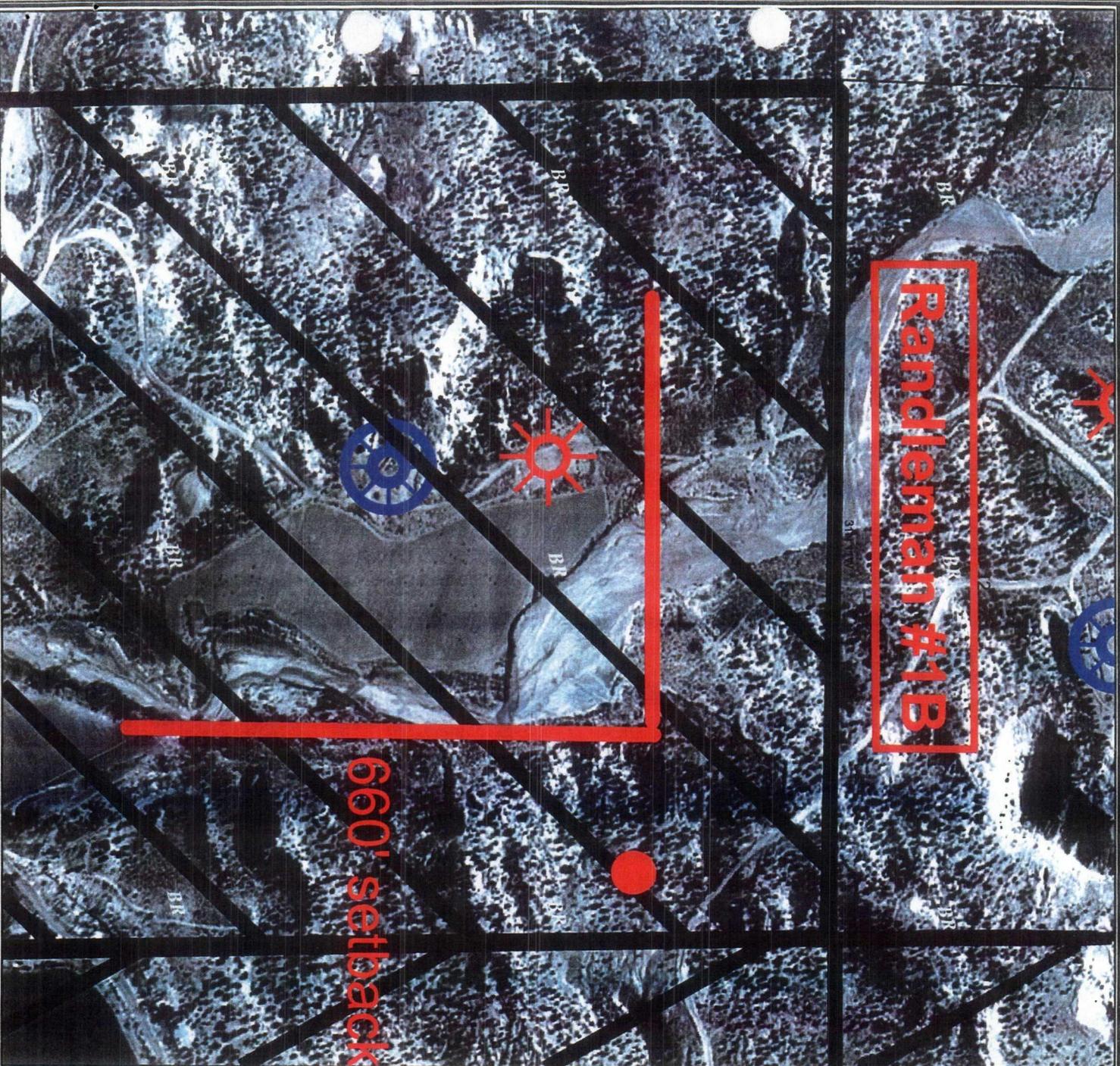
PIAT

0 800 1,600 3,200 4,800 7,200
Feet

BURLINGTON RESOURCES
San Juan

Randleman #1B
Section 13, T-31-N, R-11-W

Prepared By: kjc3 Date: 12/23/2003
 File Number: Revised Date: 12/23/2003
 File Name: New Project



Randlemann #1B

660' setback

MESAVERDE

DAKOTA

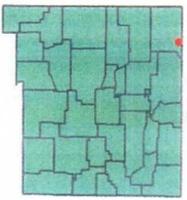
PENNSYLVANIAN

BURLINGTON RESOURCES

1:71,167,736 - 1" equals 5,930,645'

GCS North American 1927

Feet



BURLINGTON RESOURCES
San Juan

Randlemann # 1B Well
725' FNL, 2390' FWL
Sec. 13, T31N, R11W
San Juan Co. NM

Prepared By: Alan Alexander Date: 1/5/2004
 File Number: Revised Date: 1/5/2004
 File Name: C:\data\Public\Projects\Randlemann #1B\Randlemann #1B.mxd



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop
Cabinet Secretary

January 29, 2004

Lori Wrotenbery
Director
Oil Conservation Division

BURLINGTON RESOURCES

Burlington Resources Oil & Gas Company, L.P.
P. O. Box 4289
Farmington, New Mexico 87499-4289

FEB 2 2004

FARMINGTON, NEW MEXICO
REGULATORY

Attention: **Joni Clark**
Regulatory Specialist

Administrative Order NSL-4988

Dear Ms. Clark:

Reference is made to the following: (i) your application submitted to the New Mexico Oil Conservation Division ("Division") on January 9, 2004 (*administrative application reference No. pMES0-401467814*); and (ii) the records of the Division in Aztec and Santa Fe: all concerning Burlington Resources Oil & Gas Company's ("Burlington") request for exceptions to the well location requirements provided within both the:

(A) "*Special Rules for the Blanco-Mesaverde Pool*," as promulgated by Division Order No. R-10987-A, issued in Case No. 12069 and dated February 1, 1999, as amended by Division Order No. R-10987-A (1), dated December 2, 2002; and

(B) "*Special Rules for the Basin-Dakota Pool*," as promulgated by Division Order No. R-10987-B, issued in Case No. 12290 and dated June 30, 2000, as amended by Division Orders No. R-10987-B (1), dated August 10, 2000, and R-10987-B (2), dated January 29, 2002:

Burlington proposes to drill its Randleman Well No. 1-B (API No. 30-045-31932) at an unorthodox gas well location in both the Blanco-Mesaverde (72319) and Basin-Dakota (71599) Pools 725 feet from the North line and 2390 feet from the West line (Unit C) of Section 13, Township 31 North, Range 11 West, NMPM, San Juan County, New Mexico.

Gas production from the Blanco-Mesaverde Pool is to be included within an existing standard 320-acre stand-up gas spacing and proration unit ("GPU") comprising the W/2 of Section 13, which is currently dedicated to Burlington's two: (i) Randleman Well No. 1 (API No. 30-045-10698), located at a standard gas well location 1750 feet from the South line and 1650 feet from the West line (Unit K) of Section 13; and (ii) Randleman Well No. 1-A (API No. 30-045-22104), located at a standard gas well location 1635 feet from the North line and 1150 feet from the West line (Unit E) of Section 13.

The proposed Randleman Well No. 1-B is to be an initial Dakota gas well within this same 320-acre stand-up GPU.

This application has been duly filed under the provisions of Division Rules 104.F and 605.B and the applicable rules governing both pools.

By the authority granted me under the provisions of Division Rule 104.F (2), the above-described unorthodox Basin-Dakota/Blanco-Mesaverde gas well location for the above-described Randleman Well No. 1-B is hereby approved. All of the aforementioned wells and both spacing units 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

cc: New Mexico Oil Conservation Division – Aztec



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

August 22, 2005

Mark Fesmire

Director

Oil Conservation Division

Burlington Resources Oil & Gas Company, L.P.
P. O. Box 4289
Farmington, New Mexico 87499-4289

Attention: Joni Clark
Regulatory Specialist
jclark@br-inc.com

AMENDED Administrative Order NSL-4988

Dear Ms. Clark:

Reference is made to the following: (i) your application submitted to the New Mexico Oil Conservation Division ("Division") in Santa Fe, New Mexico on July 25, 2005 (*administrative application reference No. pMES0-523434481*); and (ii) the records of the Division in Aztec and Santa Fe: all concerning Burlington Resources Oil & Gas Company's ("Burlington") request to amend Division Administrative Order NSL-4988, dated January 29, 2004, which order authorized Burlington to drill its Randleman Well No. 1-B (API No. 30-045-31932) at an unorthodox gas well location in both the Blanco-Mesaverde (72319) and Basin-Dakota (71599) Pools 725 feet from the North line and 2390 feet from the West line (Unit C) of Section 13, Township 31 North, Range 11 West, NMPM, San Juan County, New Mexico. Further, this well was to be an infill gas well within an existing standard 320-acre stand-up gas spacing and proration unit ("GPU") comprising the W/2 of Section 13, and an initial Dakota gas well within this same 320-acre stand-up GPU.

It is the Division's understanding that down-hole problems encountered in the Randleman Well No. 1-B with casing while drilling through the upper-Dakota prevented Burlington from reaching its intended TD. Burlington has therefore decided to abandon its attempt to complete this well within the Mesaverde/Dakota intervals, but plans to utilize the Randleman Well No. 1-B in the near future in an attempt to complete in the shallower gas bearing Fruitland coal and Sand intervals.

To replace the planned Mesaverde and Dakota completions within the Randleman Well No. 1-B, Burlington now intends to drill its Randleman Well No. 1-R (API No. 30-045-33151) on the surface at an unorthodox gas well location for both the Mesaverde and Dakota intervals 735 feet from the North line and 2365 feet from the West line (Unit C) of Section 13. In an attempt to land this wellbore in close proximity to the same intended penetration points in the Mesaverde and Dakota formations and the intended bottom hole location as the initial Randleman Well No. 1-B, and to avoid contact the old wellbore, Burlington will utilize directional drilling tools. The targeted penetration point in both zones and bottomhole location for the proposed Randleman Well No. 1-R is 745 feet from the North line and 2364 feet from the West line (C) of Section 13.

Burlington Resources Oil & Gas Company, L.P.
AMENDED Division Administrative Order NSL-4988

August 22, 2005

Page 2

Your application to amend Division Administrative Order NSL-4988 has been duly filed under the provisions of Division Rules 104.F and 605.B and the: (i) "*Special Rules for the Blanco-Mesaverde Pool*," as promulgated by Division Order No. R-10987-A, issued in Case No. 12069 and dated February 1, 1999, as amended by Division Order No. R-10987-A (1), dated December 2, 2002; and (ii) "*Special Rules for the Basin-Dakota Pool*," as promulgated by Division Order No. R-10987-B, issued in Case No. 12290 and dated June 30, 2000, as amended by Division Orders No. R-10987-B (1), dated August 10, 2000, and R-10987-B (2), dated January 29, 2002.

By the authority granted me under the provisions of Division Rule 104.F (2), the above-described unorthodox Basin-Dakota/Blanco-Mesaverde gas well location within the W/2 of Section 13 for the Randleman Well No. 1-R is hereby approved. This well, along with Burlington's two existing: (i) Randleman Well No. 1 (API No. 30-045-10698), located at a standard Mesaverde gas well location 1750 feet from the South line and 1650 feet from the West line (Unit K) of Section 13; and (ii) Randleman Well No. 1-A (API No. 30-045-22104), also located at a standard Mesaverde gas well location 1635 feet from the North line and 1150 feet from the West line (Unit E) of Section 13 will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest, New Mexico.

The original Division Administrative Order NSL-4988, dated January 29, 2004, is hereby placed in abeyance until further notice.

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

Sincerely,



Mark E. Fesmire, P. E.
Director

MEF/mes

cc: New Mexico Oil Conservation Division - Aztec
File: NSL-4988 (pMES0-401467814)