



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

January 27, 1997

Burlington Resources Oil & Gas Company
Mid-Continent Division
P. O. Box 51810
Midland, Texas 79710-1810
Attention: Donna J. Williams

Administrative Order NSL-3763

Dear Ms. Williams:

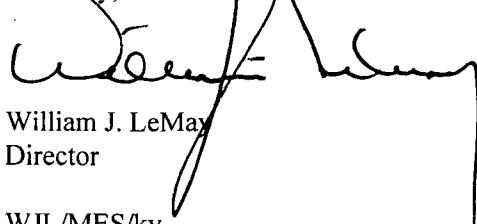
Reference is made to your application dated January 24, 1997 for a non-standard oil well location for the Undesignated Diamondtail-Bone Spring Pool and the Undesignated Diamondtail-Delaware Pool or Undesignated Triste Draw-Delaware Pool for your proposed Avion "22" Federal Well No. 1 to be drilled 1036 feet from the South line and 364 feet from the East line (Unit P) of Section 22, Township 23 South, Range 32 East, NMPM, Lea County, New Mexico. The SE/4 SE/4 of said Section 22 is to be dedicated to the well thereby forming a standard 40-acre oil spacing and proration unit for both the Bone Spring and Delaware intervals.

It is our understanding that the N/2 and SE/4 of said Section 22 is a single Federal lease in which Burlington Resources is the operator; therefore, there are no effected offsets to the subject 40-acre tract other than Burlington Resources.

The application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division"), revised by Division Order No. R-10533, issued by the Oil Conservation Commission in Case 11,351 on January 18, 1996.

By the authority granted me under the provisions of Division General Rule 104.F(2), the above-described unorthodox oil well location for both the Undesignated Diamondtail-Bone Spring Pool and the Delaware formation (Undesignated Diamondtail-Delaware Pool or Undesignated Triste Draw-Delaware Pool) is hereby approved.

Sincerely,



William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs
U. S. Bureau of Land Management - Carlsbad