STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

June 30, 1997

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

Administrative Order NSL-3812

Dear Ms. Bradfield:

Reference is made to your application dated May 7, 1997 for an unorthodox Blanco-Mesaverde "infill" gas well location on an existing standard 320-acre gas spacing and proration unit ("GPU") for said Blanco-Mesaverde Pool, comprising the E/2 of Section 12, Township 30 North, Range 7 West, NMPM, Rio Arriba County, New Mexico. Said GPU is currently dedicated to the San Juan "30-6" Unit Well No. 67 (API No. 30-039-07890) located at a standard gas well location 1600 feet from the North line and 890 feet from the East line (Unit H) of said Section 12.

By the authority granted me under the provisions of Rule 2(d) of the "General Rules For The Prorated Gas Pools of New Mexico/Special Rules and Regulations For The Blanco-Mesaverde Pool", as promulgated by Division Order No. R-8170, as amended, the following described well to be drilled at an unorthodox "infill" gas well location in the E/2 of said Section 12 is hereby approved:

San Juan "30-6" Unit Well No. 67-A 1425' FSL - 555' FEL (Unit I)

Further, both the San Juan "30-6" Unit Well Nos. 67 and 67-A are to be dedicated to the subject GPU, further said wells and GPU will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest New Mexico.

Sincerely,

William J. LeM Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec

U. S. Bureau of Land Management - Farmington