



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

August 13, 1997

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

Administrative Order NSL-3852

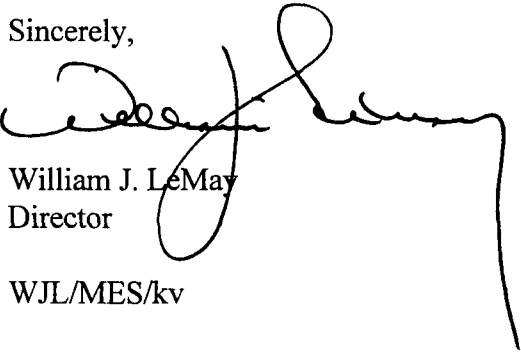
Dear Ms. Bradfield:

Reference is made to your application dated July 24, 1997 for an unorthodox gas well location for the proposed Hancock "A" Well No. 1-A to be drilled 755 feet from the South line and 1695 feet from the East line (Lot 3/Unit O) of Section 35, Township 28 North, Range 9 West, NMPM, Blanco-Mesaverde Pool, San Juan County, New Mexico.

Blanco-Mesaverde Pool gas production from said well is to be dedicated to a pre-existing 320.15-acre standard gas spacing and proration unit ("GPU") comprising Lots 3 and 4, the NE/4, and the N/2 SE/4 (E/2 equivalent) of said Section 35. Said 320.15-acre GPU had previously been dedicated to the El Paso Natural Gas Company Hancock "A" Well No. 1 (API No. 30-045-06987), located at a standard gas well location 1850 feet from the North line and 1090 feet from the East line (Unit H) of said Section 35. Said Hancock "A" Well No. 1 produced gas from the Blanco-Mesaverde interval from 1953 to 1976. In 1985 this well was plugged and abandoned.

Pursuant to Rule 2(c) 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 aforementioned unorthodox gas well location is hereby approved.

Sincerely,


William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington