OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131

March 17, 1998

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

Administrative Order NSL-3976

Dear Ms. Bradfield:

Reference is made to your application dated February 19, 1998, which was received by the Division in Santa Fe on February 24, 1998, for an unorthodox gas well location in both the Blanco-Mesaverde and Basin-Dakota Pools for the proposed San Juan "30-6" Unit Well No. 37-A to be drilled 1935 feet from the South line and 550 feet from the East line (Unit I) of Section 10, Township 30 North, Range 6 West, NMPM, Rio Arriba County, New Mexico.

The existing standard 320-acre, more or less, gas spacing and proration unit in the Blanco-Mesaverde Pool comprising the E/2 equivalent of said Section 10, which is presently dedicated to Burlington Resources Oil & Gas Company's San Juan "30-6" Unit Well No. 37 (API No. 30-039-07895), located at a standard gas well location 990 feet from the North line and 1650 feet from the East line (Unit B) of said Section 10, and the E/2 equivalent of said Section 10 being a standard 320-acre, more or less, gas spacing and proration unit for the Basin Dakota Pool, are to be dedicated to said well.

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/Special Rules and Regulations for the Basin-Dakota Pool," as promulgated by Division Order No. R-8170, as amended, the above-described unorthodox gas well location for the San Juan "30-6" Unit Well No. 37-A is hereby approved.

Sincerely,

Jou Whotenbery

Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec

U. S. Bureau of Land Management - Farmington