



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

June 29, 1998

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

Administrative Order NSL-4071

Dear Ms. Bradfield:

Reference is made to your application dated June 9, 1998 for an exception to the well location requirements provided within the "*Special Rules and Regulations for the Basin-Dakota Pool*," as promulgated by Division Order No. R-10987, for a non-standard Basin-Dakota infill gas well location in an existing standard 320-acre stand-up gas spacing and proration unit for the Basin-Dakota Pool comprising the E/2 of Section 18, Township 27 North, Range 4 West, NMPM, Rio Arriba County, New Mexico. This unit is currently dedicated to Burlington Resources Oil & Gas Company's San Juan "27-4" Unit Well No. 44 (API No. 30-039-20125), located a standard gas well location 1825 feet from the North line and 1190 feet from the East line (Unit H) of Section 18.

The application has been duly filed under the provisions of Rules 104.F and 605.B of the Rules and Regulations of the New Mexico Oil Conservation Division ("Division").

By the authority granted me under the provisions of Division Rule 104.F(2), the following described well to be drilled at an unorthodox infill gas well location in Section 18 is hereby approved:

San Juan "27-4" Unit Well No. 44-E
1525' FSL & 1950' FEL (Unit J)
(API No. 30-039-25853)

Further, both of the aforementioned San Juan "27-4" Unit Well Nos. 44 and 44-E and existing gas spacing and proration unit will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest, New Mexico.

Sincerely,


Lori Wrotenberg
Director

LW/MES/kv

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