



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

October 30, 1998

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

Administrative Order NSL-4161

Dear Ms. Bradfield:

Reference is made your application submitted to the New Mexico Oil Conservation Division ("Division") on October 30, 1998 for an exception to the well location requirements provided within the "*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-10987, for Burlington Resources Oil & Gas Company's ("Burlington") proposed Allison Unit Well No. 39-M (API No. 30-045-29653) to be drilled at an unorthodox infill gas well location in both the Blanco-Mesaverde and Basin-Dakota Pools 2065 feet from the South line and 2325 feet from the East line (Unit J) of Section 18, Township 32 North, Range 6 West, NMPM, San Juan County, New Mexico.

Gas production to be attributed to this well from both pools is to be included in a standard 320-acre stand-up gas spacing and proration unit comprising the E/2 of Section 18, which production is also to be dedicated to Burlington's proposed Allison Unit Well No. 39 (API No. 30-045-29615), to be drilled at an unorthodox gas well location for both the Blanco-Mesaverde and Basin-Dakota Pools (approved by Division Order No. R-11064, issued in Case No. 12044 dated October 14, 1998) 2640 feet from the North line and 15 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 above-described unorthodox Basin-Dakota/Blanco-Mesaverde infill gas well location for the Allison Unit Well No. 39-M is hereby approved. Both of the aforementioned Allison Unit Well Nos. 39 and 39-M and both spacing units 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
File: Case No. 12044