

February 10, 1999

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

Administrative Order NSL-4207

Dear Ms. Bradfield:

Reference is made to your application dated February 5, 1999 for an exception to the well location requirements provided within the "Special Rules for the Blanco-Mesaverde Pool," as promulgated by Division Order No. R-10987-A, for a non-standard Blanco-Mesaverde infill gas well location in an existing standard 317.89-acre stand-up gas spacing and proration unit for the Blanco-Mesaverde Pool comprising Lots 3, 4, 5, 6, 11, 12, 13, and 14 (W/2 equivalent) of Section 20, Township 32 North, Range 9 West, NMPM, San Juan County, New Mexico. This unit is currently dedicated to Burlington Resources Oil & Gas Company's Newco Well No. 1 (API No. 30-045-26427), located at a standard gas well location 1660 feet from the South line and 1750 feet from the West line (Lot 11/Unit K) of Section 20.

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 20 is hereby approved:

## Newco Well No. 1-A 2535' FNL & 400' FWL (Lot 5/Unit E).

Further, both of the aforementioned Newco Well Nos. 1 and 1-A 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 Wrotenbery Director LW/MES/kv

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