



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

March 22, 1999

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

Administrative Order NSL-4237

Dear Ms. Bradfield:

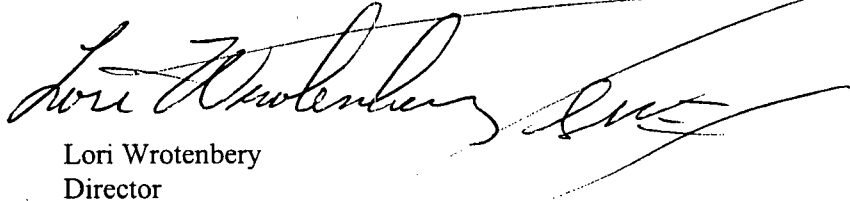
Reference is made to your application submitted to the New Mexico Oil Conservation Division ("Division") on March 19, 1999 for an exception to the well location requirements provided within the "Special Rules and Regulations for the Basin-Dakota Pool," as promulgated by Division Order No. R-10987, for Burlington Resources Oil & Gas Company's (Burlington) proposed San Juan "27-4" Unit Well No. 95-E to be drilled at an unorthodox infill gas well location in the Basin-Dakota Pool 590 feet from the South line and 560 feet from the East line (Unit P) of Section 8, Township 27 North, Range 4 West, NMPM, Rio Arriba County, New Mexico.

Gas production from the Basin-Dakota Pool is to be included in a standard 320-acre stand-up gas spacing and proration unit to comprise the E/2 of Section 8, which is also to be dedicated to Burlington's proposed San Juan "27-4" Unit Well No. 95 (API No. 30-039-26006), to be drilled at a standard gas well location 1615 feet from the North line and 1460 feet from the East line (Unit G) of Section 8.

The application has been duly filed under the provisions of Division Rules 104.F and 605.B.

Further, both of the aforementioned San Juan "27-4" Unit Well Nos. 95 and 95-E and proposed 320-acre 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