

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Jennifer A. Salisbury **Cabinet Secretary**

March 22, 2001

Lori Wrotenberv Director **Oil Conservation Division**

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

Telefax No. (505) 326-9833

Administrative Order NSL-4565

Dear Ms. Cole:

Reference is made to the following: (i) your application submitted to the New Mexico Oil Conservation Division ("Division") on February 27, 2001; and (ii) the Division's records in Aztec and Santa Fe, including the files on Division Administrative Orders NWU-76 and 81: all concerning Burlington Resources Oil & Gas Company's ("Burlington's") request to drill its proposed Cozzens Well No. 3-R at an unorthodox Pictured Cliffs gas well location 1420 feet from the North line and 2320 feet from the East line (Unit G) of Section 20, Township 29 North, Range 11 West, NMPM, San Juan County, New Mexico. The NE/4 of Section 20 is to be dedicated to the well in order to form a standard 160-acre gas spacing and proration unit for the Fulcher Kutz-Pictured Cliffs Pool.

This application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

By the authority granted me under the provisions of Division Rule 104.F (2), the abovedescribed unorthodox Fulcher Kutz-Pictured Cliffs gas well location is hereby approved.

Sincerely.

Lori Wrotenbery Director

LW/MES/kv

New Mexico Oil Conservation Division - Aztec cc: New Mexico State Land Office - Santa Fe