

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Jennifer A. Salisbury Cabinet Secretary

April 10, 2001

Lori Wrotenbery 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-4573

Dear Ms. Cole:

Reference is made to your application submitted to the New Mexico Oil Conservation Division ("Division") on March 21, 2001 for an exception to the well location requirements provided within "*Special Rules and Regulations for the Basin-Dakota Pool*," as promulgated by Division Order No. R-10987-B, issued in Case No. 12290 dated June 30, 2000. That area in both San Juan and Rio Arriba Counties, New Mexico comprising Lots 7 and 8, the S/2 NW/4, and the SW/4 (W/2 equivalent) of Section 4, Township 30 North, Range 7 West, NMPM, is to be dedicated to the proposed well in order to form a standard 319.38-acre stand-up gas spacing and proration unit for the Basin-Dakota Pool.

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

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

Northeast Blanco Unit Well No. 310 (API No. 30-045-29793) 1210 feet from the North line and 420 feet from the West line (Lot 8/Unit D) of Section 4, Township 30 North, Range 7 West, NMPM, San Juan County, New Mexico.

Further, the aforementioned well and spacing unit will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest, New Mexico.

Sincerely, riWrotenberg

Lori Wrotenbery Director

LW/MES/kv

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