

CROFF ENTERPRISES, INC.

1675 Broadway, Suite 1030, Denver, CO 80202 Tele: (303) 628-1963 Fax: (303) 623-2385

March 25, 1997

New Mexico Oil Conservation Commission
2040 S. Pacheco
Santa Fe, New Mexico 87505

Dear Sirs:

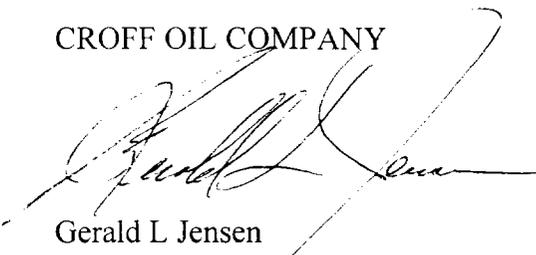
We are in receipt of the Notice entitled: Application of Burlington Resources Oil and Gas Company to amend Division Rules 104.B(2)(a) and 104.C(3)(a) and to adopt New Rules 104.B(2)(b) and 104.C(3)(b) for the establishment of 640-acre spacing, including well location requirements, for gas production blow the base of the Dakota formation in San Juan, Rio Arriba, Sandoval and McKinley Counties, New Mexico.

We have read and are familiar with this proposal and urge the Commission to adopt a 640 acre deep gas spacing unit as Burlington Resources is proposing.

Thank you for your consideration.

Very truly yours,

CROFF OIL COMPANY


Gerald L Jensen

GLJ:jg

cc: Kellahin and Kellahin
CAWORD\CROFF\NMCOMM.DOC

033



PHILLIPS PETROLEUM COMPANY

FARMINGTON, NEW MEXICO 87401
5525 HWY. 64 NSU 3004

March 18, 1997

Mr. William J. LeMay
Oil Conservation Division
Energy, Minerals and Natural Resources Department
State of New Mexico
Post Office Box 2088
Santa Fe, New Mexico 87504

**RE: APPLICATION FOR DEEP POOL SPACING
SAN JUAN BASIN
BURLINGTON RESOURCES OIL & GAS COMPANY, APPLICANT**

Dear Chairman LeMay:

This letter is intended to express support for the pending application by Burlington Resources Oil & Gas Company for 640 acre spacing for certain pools below the base of the Dakota Formation. This application is scheduled for hearing before the New Mexico Oil Conservation Division on March 19, 1997.

Phillips Petroleum Company believes that 640 acre spacing will most efficiently and effectively encourage companies to undertake the risk and expense associated with such deep drilling. Such spacing will allow efficient production of hydrocarbons and eliminate waste which would otherwise result from unnecessary drilling.

Respectfully,

Patrick H. Noah
Senior Land Specialist
San Juan Basin
(505) 599-3410

030