

NEW MEXICO ENLAGY, MINERALS & NATURAL RESOURCES DEPARTMENT

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

February 10, 1998

Burlington Resources Oil & Gas Company P. O. Box 51810 Midland, Texas 79710-1810 Attention: Maria L. Perez

Administrative Order NSL-3940(NSBHL)(SD)

Dear Ms. Perez:

Reference is made to the following (i) your original application dated September 23, 1997; (ii) supplemental information filed on October 24, 1997; and, (iii) the records of the Division in Santa Fe on the subject well and surrounding wells in the immediate area: all concerning Burlington Resources Oil and Gas Company's ("Burlington") recent directional horizontal drilling of the Red Tank Federal Well No. 3 (API No. 30-025-32507), located on the surface at a standard oil well location 330 feet from the South line and 990 feet from the West line (Unit M) of Section 14, Township 22 South, Range 32 East, NMPM, West Red Tank-Delaware Pool, Lea County, New Mexico.

The Division Director Finds That:

- (1) The subject application has been duly filed under the provisions of Rule 104.F of the general statewide rules and regulations of the New Mexico Oil Conservation Division ("Division");
- (2) The West Red Tank-Delaware Pool currently comprises the following described area in Lea County, New Mexico:

TOWNSHIP 22 SOUTH, RANGE 32 EAST, NMPM	
S/2	
NE/4 and $S/2$	
SE/4	
W/2 and $SE/4$	
NE/4	
W/2	
All	
E/2	
N/2	
N/2	
N/2 and $SE/4$	