



New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

John H. Bemis
Cabinet Secretary-Designate

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

Jami Bailey
Division Director
Oil Conservation Division



September 15, 2011

Williams Production Company
Attn: Ms. Heather Riley

Administrative Order SD-201118
Administrative Application Reference No. pTGW11-22827959

ADMINISTRATIVE SIMULTANEOUS DEDICATION ORDER

Operator: **Williams Production Company**
OGRID: 120782

Subject Wells

Rosa Unit Well No. 331 (existing vertical)
API No. 30-039-24880
2540 feet FSL & 1720 feet FWL
Unit K, Section 35-32N-6W
Rio Arriba County, New Mexico

Rosa Unit Well No. 331A (proposed horizontal)
API No. 30-039-29526
Section 35-32N-6W
Rio Arriba County, New Mexico

Surface location
1953 feet FNL & 697 feet FWL (Unit E)

Penetration Point
2344 feet FNL & 609 feet FWL (Unit E)

Terminus
500 feet FSL & 50 feet FWL (Unit M)



Subject Unit

W/2 Section 35 320 acres
Basin Fruitland Gas Pool (71629)

You have requested to simultaneously dedicate the Subject Unit to the Subject Wells.

The Subject Unit is a standard 320-acre gas spacing unit in the above-identified pool. Applicable well density rules for this pool allow two wells to be completed in the unit, but require that the wells be in different quarter sections. Because the proposed well will be completed within both quarter sections of this 320-acre unit, including the quarter section in which the existing well is also completed, division approval for simultaneous dedication is required.

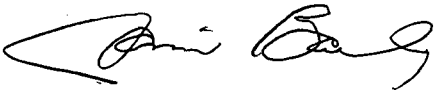
Your application has been duly filed under the provisions of Division Rules 15.11.C [19.15.15.11.C NMAC] and 4.12.A [19.15.4.12.A NMAC].

It is our understanding you have proposed the simultaneous dedication of this unit to the Subject Wells for geological reasons, in order to prevent waste and maximize production from this unit. We further understand that all affected persons in offsetting units or projected units within the same pool or formation have been duly notified of this application.

Pursuant to the authority granted by Rule 15.11.C, the above-described simultaneous dedication is hereby approved.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,

A handwritten signature in black ink, appearing to read "Jami Bailey", with a stylized, cursive script.

Jami Bailey
Director

JB/db

cc: New Mexico Oil Conservation Division – Aztec
United States Bureau of Land Management