NSL

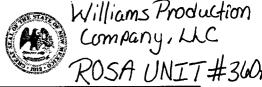
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE **Application Acronyms:** [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase] [PPR-Positive Production Response] [EOR-Qualified Enhanced Oil Recovery Certification] **TYPE OF APPLICATION** - Check Those Which Apply for [A] [1] Location - Spacing Unit - Simultaneous Dedication 🕅 NSL 🗌 NSP 🔲 SD Check One Only for [B] or [C] Commingling - Storage - Measurement ☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM Injection - Disposal - Pressure Increase - Enhanced Oil Recovery [C]□ WFX □ PMX □ SWD □ IPI □ EOR □ PPR [D] Other: Specify [2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or Does Not Apply Working, Royalty or Overriding Royalty Interest Owners [A] [B] Offset Operators, Leaseholders or Surface Owner [C]Application is One Which Requires Published Legal Notice Notification and/or Concurrent Approval by BLM or SLO [D]U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office [E] For all of the above, Proof of Notification or Publication is Attached, and/or, Waivers are Attached [F][3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE. **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative [4] approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division. Note: Statement must be completed by an individual with managerial and/or supervisory capacity.



P. O. Box 640 Aztec, NM 87410 (505) 634-4222 (505) 634-4205 (fax) Heather.riley@williams.com

June 9, 2008

Mark E. Fesmire NEW MEXICO OIL CONSERVATION DIVISION 1220 South Saint Francis Drive Santa Fe, NM 87505

Re: Request for Administrative Approval for Non-standard Fruitland Coal Location

Rosa Unit #360A

API # (not assigned yet) NW4 Sec. 9, T31N, R5W 990' FNL & 2310' FWL

Dear Mr. Fesmire:

Williams Production Co., LLC, is requesting administrative approval to construct the Rosa Unit #360A as a single Fruitland Coal in a non-standard location. Pursuant to Order No. R-8768-B, spacing requirements state that the wells shall be located not closer than 660 feet to any outer boundary of the proration unit nor closer than 10 feet to any interior quarter or quarter-quarter section line or subdivision inner boundary. Given these requirements, this location is non-standard to the east by 328.38 feet.

Due to topographical and archeological constraints, the only surface location we were able to get approval for from the USFS is at 1,470 FNL and 2,095 FEL. Given the distance limitations for directional drilling and concerns of drainage interference from the existing and proposed wells, i.e. the Rosa Unit #360, the Rosa Unit #359A, the Rosa Unit #400 and the Rosa Unit #400A, the above described bottom hole location was chosen.

As the Unit Operator of the Rosa Unit, Williams Production is the only offset operator, thereby this proposed non-standard location would not affect any other operators.

The offset unit's working interest owners to the east are common with the subject unit and there are no unleased mineral owners. Therefore, there are no notice requirements.

Mark E. Fesmire June 9, 2008 Page 2 of 2

Enclosed for your reference are copies of the Participating Area maps for the Fruitland Formation. As you can see, section 9 is not in the PA.

The spacing unit for the Fruitland is the west half and the other Fruitland well in the spacing unit is the Rosa Unit #360.

Should you have any questions or concerns, please don't hesitate to contact me at the phone numbers listed above. You can also contact Vern Hansen at our Tulsa office at (918) 573-6169.

Sincerely,

Heather Riley

Regulatory Specialist

Enc.: Plat

Topographic map Drainage Map PA Map (FT) District I PO Box 1980, Hobbs, NM 88241-1980

District II PO Drawer DD, Artesia, NM 88211-0719

District III 1000 Rip Brazos Rd., Aztec, NM 87410

District IV PO Box 2088, Santa Fe, NM 87504-2088 State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe. NM 87504-2088 Form C-102
Revised February 21, 1994
Instructions on back
it to Appropriate District Office

Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

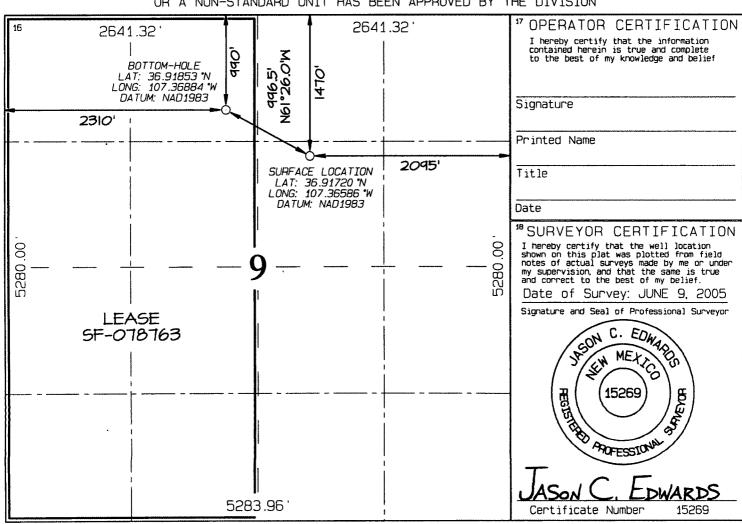
AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹API Number	*Pool Code	³Pool Name
30-039-2977	ア 71629	BASIN FRUITLAND COAL
Property Code	Property Name *Well Number	
17033	ROSA UNIT 360A	
'OGRID No.	*Oper	rator Name °Elevation
120782	WILLIAMS PRODUCTION COMPANY 6814'	
	10 Cup fac	co Location

Surface Location North/South line East/West line UL or lot no. Section Township Range Lot Idn Feet from the Feet from the RIO 9 2095 NORTH EAST G 31N 5W 1470 ARRIBA 11 Bottom Hole Location If Different From Surface UL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line RIO C 9 5W 990 NORTH 2310 WEST 31N ARRIBA 13 Joint or Infill ⁵Order No. 12 Dedicated Acres 14 Consolidation Code 320.0 Acres - (W/2)

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



WILLIAMS PRODUCTION COMPANY ROSA UNIT #360A 1470' FNL & 2095' FEL, SECTION 9, T3IN, R5W, N.M.P.M. RIO ARRIBA COUNTY, NEW MEXICO 10 Beach)

