

PTG-W

DATE IN 7.26.11	SUSPENSE	ENGINEER DKB.	LOGGED IN 7.26.11	TYPE SD	APP NO 1120757082
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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



Rosa Unit # 313
API#
30-089-24936
Rosa Unit 313A
30-039-27819

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]**
- [EOR-Qualified Enhanced Oil Recovery Certification]** **[PPR-Positive Production Response]**

Williams
120782

[1] **TYPE OF APPLICATION** - Check Those Which Apply for [A]

- [A] Location - Spacing Unit - Simultaneous Dedication
 NSL NSP SD

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement
 DHC CTB PLC PC OLS OLM

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
 WFX PMX SWD IPI EOR PPR

[D] Other: Specify _____

[2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or Does Not Apply

- [A] Working, Royalty or Overriding Royalty Interest Owners
- [B] Offset Operators, Leaseholders or Surface Owner
- [C] Application is One Which Requires Published Legal Notice
- [D] Notification and/or Concurrent Approval by BLM or SLO
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,
- [F] Waivers are Attached

[3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative 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.

<u>Larry Higgins</u> Print or Type Name	<u><i>Larry Higgins</i></u> Signature	<u>Permitting Supervisor</u> Title	<u>7-21-11</u> Date
		<u>Larry.Higgins@williams.com</u> e-mail Address	



P. O. Box 640
Aztec, NM 87410
(505) 634-4208
(505) 634-4205 (fax)

Larry.Higgins@williams.com

July 21, 2011

Jami Bailey
Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

Re: Application of Williams Production Company for Administrative Approval of the Simultaneous Dedication of the West-Half of Section 29, Township 31 North, Range 04 West, N.M.P.M., Rio Arriba County, New Mexico to its proposed Rosa Unit Well No. 313 and the existing Rosa Unit Well No. 313A

Dear Ms. Bailey:

Williams Production Company is the operator of a 320-acre spacing unit in the Basin Fruitland Coal Pool (**Pool Code 71629**) comprised of the east-half of Section 29, Township 31 North, Range 04 West, N.M.P.M., Rio Arriba County, New Mexico. This spacing unit is dedicated to Williams' Rosa Unit Well No. 313A which has been vertically drilled and produces from the Fruitland Coal formation.

Williams seeks administrative approval of the simultaneous dedication of this 320-acre spacing unit to the following two gas wells:

- A. the ~~Rosa Unit Well No. 313A~~ ^(LF) (API No. 30-039-27819) vertically drilled from a surface location 1835 feet from the North line and 1330 feet from the West line of said Section 29; and
- B. the proposed **Rosa Unit Well No. 313** (API No. 30-039-24936) to be horizontally drilled from a surface location 952 feet from the South line and 894 feet from the West line to a proposed end point or bottomhole location 1350 feet from the North line and 350 feet from the West line of said Section 29.

Rosa Unit Well No. 313A is at a standard location in the Fruitland Coal formation pursuant to the Special Rules and Regulations for the Basin-Fruitland Coal Gas Pool. Williams now intends to horizontally drill and complete its proposed Rosa Unit Well No. 313 to be drilled to the targeted subsurface end-point or bottomhole location 1350 feet from the North line and 350 feet from the West line (Unit E) of Section 29. Williams proposes to drill this well in compliance with the set-back requirements of the Special Rules and Regulations for the Basin-Fruitland Coal Gas Pool as amended by NMOCD order number R-13200.

Attached hereto as **Exhibit A** is a copy of Division Form C-102 for this well that shows the proposed surface and bottomhole location of the well.

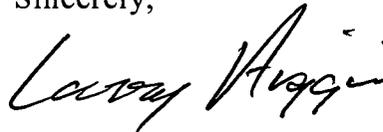
Exhibit B is a map of offset operators around the spacing unit in Section 29, T31N – R4W. Williams is the operator of all offsetting spacing units within Rosa Unit.

Williams has mailed, via USPS Certified Mail, Notice to the offset working interest owners that this application has been submitted. A copy of the List of Offset Owners as well as the Notice is attached hereto as **Exhibit C**.

The simultaneous dedication of the West-Half of said Section 29 to the Rosa Unit Well No. 313A and Rosa Unit Well No. 313 will afford Williams the opportunity to efficiently produce the Fruitland Coal formation under this spacing unit. Williams' proposed simultaneous dedication of these wells does not exceed the number of wells allowed by Division Rule for this spacing unit.

Your attention to this application is appreciated.

Sincerely,



Larry Higgins
Permitting Supervisor
Williams Production Co.

Enclosures

District I
1625 N. French Dr., Hobbs, NM 88240

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised October 12, 2005
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

District II
1301 W. Grand Avenue, Artesia, NM 88210

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

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

District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-039-24936		² Pool Code 71629	³ Pool Name BASIN FRUITLAND COAL
⁴ Property Code 17033	⁵ Property Name ROSA UNIT		⁶ Well Number 313
⁷ OGRID No. 120782	⁸ Operator Name WILLIAMS PRODUCTION COMPANY		⁹ Elevation 6582'

¹⁰ Surface Location

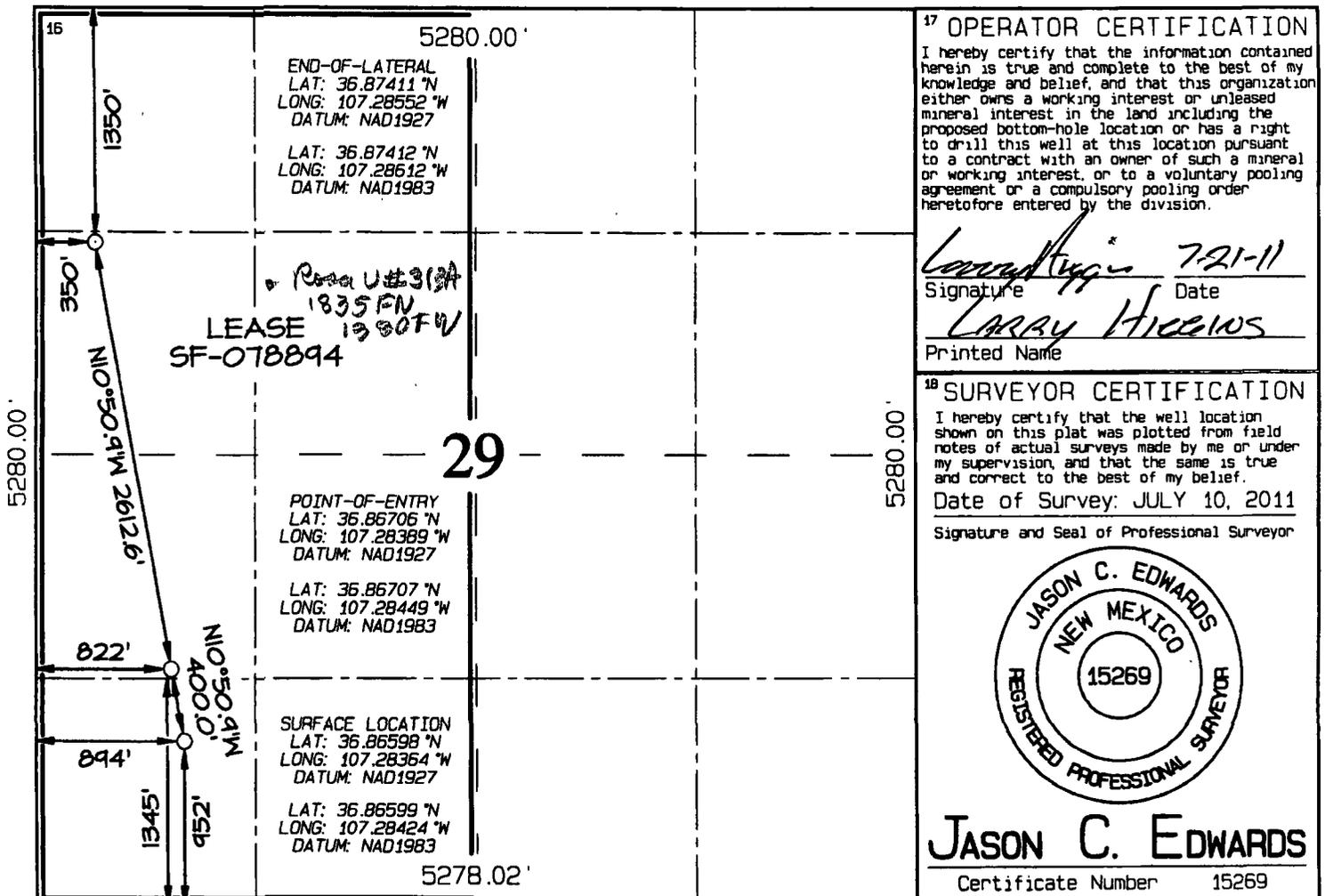
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	29	31N	4W		952	SOUTH	894	WEST	RIO ARRIBA

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	County
E	29	31N	4W		1350	NORTH	350	WEST	RIO ARRIBA

¹² Dedicated Acres 320.0 Acres - (W/2)	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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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



¹⁷ OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom-hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Larry Higgins 7-21-11
Signature Date
LARRY HIGGINS
Printed Name

¹⁸ SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Date of Survey: JULY 10, 2011
Signature and Seal of Professional Surveyor



JASON C. EDWARDS
Certificate Number 15269



Legend

- Not Committed
- Federal Units**
- Burlington Resources
- Devon
- Energen
- Rosa Federal Unit
- Township - NM
- Section - NM
- Interstate
- US Highways
- Major Highways
- State Highways
- Railroad

Exploration and Production

Rosa Unit & Adjacent Operators

San Juan Basin, NM

Projection: NAD 1983 StatePlane/New Mexico West FIPS 3003 Feet

Date: 6/22/2011 Author: GRR

Rosa Unit #313
Offset Owners

BP AMERICA PRODUCTION CO.
ATTN: DONNA JONES
P.O. BOX 3092
HOUSTON, TX 77253

MR. FRED E. TURNER, L.L.C.
4925 GREENVILLE AVENUE, STE 852
DALLAS, TX 75206-4079

MS. ELIZABETH T. CALLOWAY
P.O. BOX 191767
DALLAS, TX 75219-1767

MR. J. GLENN TURNER, JR., L.L.C.
4809 COLE, SUITE 212
DALLAS, TX 75205

MR. JOHN TURNER
P.O. BOX 329
PORT ARANSAS, TX 78373

SACRAMENTO MUNICIPAL UTILITIES DISTRICT
ATTN: BOB SHIPLEY
P.O. BOX 15830
SACRAMENTO, CA 95852-1830

MARY FRANCES TURNER, JR TRUST
ATTN: SHERI ANDERSON
TX1-2931
P.O. BOX 660197
DALLAS, TX 75266-0197

OMIMEX PETROLEUM, INC.
ATTN: CLARK P. STORMS
7950 JOHN T. WHITE ROAD
FORT WORTH, TX 76120

CONOCOPHILLIPS COMPANY
ATTN: CHIEF LANDMAN, SJ/ROCKIES
P.O. BOX 4289
FARMINGTON, NM 87499-4289



P. O. Box 640
Aztec, NM 87410
(505) 634-4208
(505) 634-4205 (fax)
Larry.Higgins@williams.com

July 21, 2011

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

AFFECTED INTEREST OWNERS

Re: Application of Williams Production Company for simultaneous dedication, Rio Arriba County, New Mexico.

Ladies and Gentlemen:

This letter is to advise you that Williams Production Company has filed the enclosed application with the New Mexico Oil Conservation Division seeking the simultaneous dedication of the Rosa Unit Well No. 313 and the Rosa Unit Well No. 313A to the W/2 of Section 29, Township 31 North, Range 04 West, NMPM, Rio Arriba County, New Mexico.

As an owner of an interest that may be affected by the proposed well, you may object to this application. Objections must be filed in writing within twenty days from this date at the Division's Santa Fe office that is located at 1220 South Saint Francis Drive, Santa Fe, New Mexico. 87505. If no objection is received within this twenty-day period, this application for an unorthodox well location may be approved.

Very truly yours,

A handwritten signature in black ink that reads "Larry Higgins".

Larry Higgins
Permitting Supervisor
Williams Production Co.

Enclosures