



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

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

August 4, 1999

**Williams Production Company
c/o Walsh Engineering & Production Corporation
7415 East Main
Farmington, New Mexico 87402
Attention: Paul C. Thompson**

Administrative Order NSP-1805

Dear Mr. Thompson:

Reference is made to the following: (i) your application dated July 26, 1999 on behalf of the operator, Williams Production Company ("Williams"); and (ii) the records of the New Mexico Oil Conservation Division in Santa Fe ("Division"): all concerning Williams' request for the formation of a non-standard 232.79-acre gas spacing and proration unit (being 73% the size of a regular 320-acre unit for this pool) consisting of the following acreage in the Blanco-Mesaverde Pool:

**RIO ARRIBA COUNTY, NEW MEXICO
TOWNSHIP 31 NORTH, RANGE 5 WEST, NMPM
Irregular Section 30: Lots 3 and 4 and the SE/4 (S/2 equivalent).**

Gas production from this pool is to be dedicated to Williams' proposed: (i) Rosa Unit Well No. 162 (API No. 30-039-26069) to be drilled at a standard gas well location 1850 feet from the South line and 790 feet from the West line (Lot 3/Unit K) of Section 30; and, (ii) Rosa Unit Well No. 162-A (API No. 30-039-26122) to be drilled as the initial infill well at a standard gas well location 1850 feet from the South line and 1610 feet from the East line (Unit J) of Section 30.

The application has been duly filed under the provisions of Division Rules 605.B and 104.D(2).

By the authority granted me under the provisions of Division Rule 104.D(2)(b), the above-described 232.79-acre non-standard gas spacing and proration unit in the Blanco-Mesaverde Pool is hereby approved.

Further, both of the aforementioned Rosa Unit Well Nos. 162 and 162-A and above-described 232.79-acre non-standard gas spacing unit will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest, New Mexico.

Sincerely,

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington