



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

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Cabinet Secretary

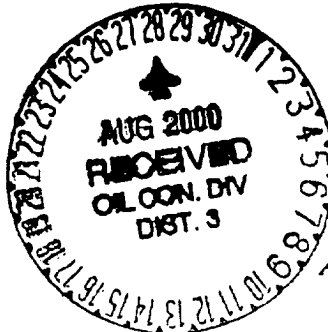
August 23, 2000

Lori Wrotenbery

Director

Oil Conservation Division

Williams Production Company
One Williams Center
P. O. Box 3102
Tulsa, Oklahoma 74101
Attention: Tracy Ross



Administrative Order NSP-1828

Dear Ms. Ross:

Reference is made to the following: (i) your applications dated July 26, 2000; and (ii) the records of the New Mexico Oil Conservation Division in Santa Fe ("Division"): all concerning Williams Production Company's ("Williams") request for the formation of a non-standard 231.86-acre gas spacing and proration unit (being 72.46% 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 7: Lots 1 and 2 and the NE/4 (N/2 equivalent).

Gas production from this pool is to be dedicated to Williams' proposed: (i) Rosa Unit Well No. 171 (API No. 30-039-26286) to be drilled at a standard gas well location 1825 feet from the North line and 1495 feet from the East line (Unit G) of Section 7; and (ii) Rosa Unit Well No. 171-A (API No. 30-039-26389) to be directionally drilled as the initial infill well under the provisions of Division Rule 111 from a surface location 1830 feet from the North line and 1570 feet from the East line (Unit G) of Section 7.

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 231.86-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. 171 and 171-A and above-described 231.86-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