

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-201120 Administrative Application Reference No. pTGW11-22946592

ADMINISTRATIVE SIMULTANEOUS DEDICATION ORDER

Operator:

Williams Production Company

OGRID:

120782

Subject Wells

Rosa Unit Well No. 332A (existing directional) API No. 30-039-29581

Section 22-31N-6W

Rio Arriba County, New Mexico

Surface location

1570 feet FNL & 925 feet FWL (Unit E)

Terminus

990 feet FNL & 330 feet FWL (Unit D)

Rosa Unit Well No. 332 (proposed horizontal recompletion) API No. 30-039-24929

Section 22-31N-6W

Rio Arriba County, New Mexico

Surface location

1572 feet FSL & 1327 FWL (Unit K)

Penetration Point

1942 feet FSL & 1476 feet FWL (Unit K)

Terminus

850 feet FNL & 2481 feet FWL (Unit C)

Oil Conservation Division
1220 South St. Francis Drive • Santa Fe, New Mexico 87505
Phone (505) 476-3440 • Fax (505) 476-3462 • www.emnrd.state.nm.us/OCD



Subject Unit

W/2 Section 22 320 acres
Basin Fruitland Coal 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 herby approved.

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

Sincerely,

Jami Bailey

Director

JB/db

cc: New Mexico Oil Conservation Division – Aztec

New Mexico State Land Office

United States Bureau of Land Management