

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 28, 2011

Williams Production Company Attn: Ms. Heather Riley

> Administrative Order SD-201132 Administrative Application Reference No. pTGW11-25150064

ADMINISTRATIVE SIMULTANEOUS DEDICATION ORDER

Operator: Williams Production Company OGRID: 120782

Subject Wells

Rosa Unit Well No. 256 (existing vertical) API No. 30-039-24838 1625 feet FNL & 1560 feet FEL Unit G, Section 25-31N-6W Rio Arriba County, New Mexico

Rosa Unit Well No. 256A (proposed horizontal) API No. 30-039-27652 Section 25-31N-6W Rio Arriba County, New Mexico Surface location 1305 feet FNL & 1590 feet FWL (Unit C) Penetration Point 1091 feet FNL & 2070 feet FWL (Unit C) <u>Terminus</u> 50 feet FNL & 50 feet FEL (Unit A)

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



Subject Unit

N/2 Section 25 276.16 acres Basin Fruitland Coal Gas Pool (71629)

Reference is made to your application filed on September 8, 2011.

You have requested to simultaneously dedicate the Subject Unit to the Subject Wells.

The Subject Unit is an existing 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 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,

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Jami Bailey Director

JB/db

cc: New Mexico Oil Conservation Division – Aztec United States Bureau of Land Management