



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

May 1, 1996

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

Administrative Order NSL-3662

Dear Mr. Thompson:

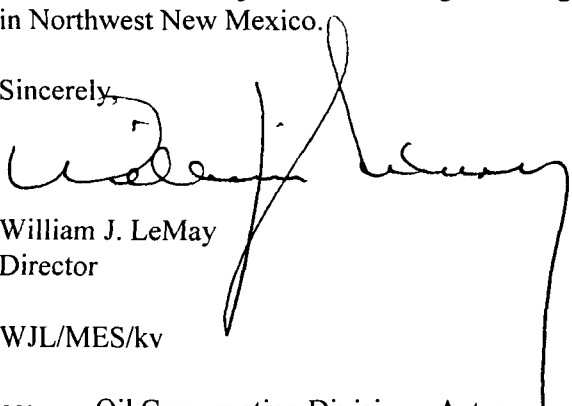
Reference is made to your application on behalf of the operator, Williams Production Company of Salt Lake City, Utah, dated March 22, 1996 for an unorthodox Blanco-Mesaverde "infill" gas well location on an existing standard 320-acre gas spacing and proration unit ("GPU") for said Blanco-Mesaverde Pool, comprising the W/2 of Section 11, Township 31 North, Range 6 West, NMPM, Rio Arriba County, New Mexico. Said GPU is currently dedicated to the Rosa Unit Well No. 9 (API No. 30-039-07975), located at a standard gas well location 1800 feet from the South line and 1650 feet from the West line (Unit K) of said Section 11.

By the authority granted me under the provisions of Rule 2(d) of the "*General Rules For The Prorated Gas Pools of New Mexico/Special Rules and Regulations For The Blanco-Mesaverde Pool*", as promulgated by Division Order No. R-8170, as amended, the following described well to be drilled at an unorthodox "infill" gas well location in said Section 11 is hereby approved:

Rosa Unit Well No. 9-A
1250' FNL - 2245' FWL (Unit C)

Further, both the Rosa Unit Well Nos. 9 and 9-A are to be dedicated to the subject GPU, further said wells and GPU will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest New Mexico.

Sincerely,


William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington
U. S. Bureau of Reclamation - Durango, Colorado