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. 7415 East Main Farmington, New Mexico 87402 Attention: Paul C. Thompson, P.E.

Administrative Order NSL-3666(NSP)

Dear Mr. Thompson:

Reference is made to your application dated March 22, 1996 on behalf of the operator, Williams Production Company of Salt Lake City, Utah, for an unorthodox gas well location in the Blanco-Mesaverde Pool for the proposed Rosa Unit Well No. 154. Said well to be drilled 840 feet from the South line and 1095 feet from the West line (Lot 4/Unit N) of irregular Section 7, Township 31 North, Range 5 West, NMPM, Rio Arriba County, New Mexico.

Lots 3 and 4 and SE/4 (S/2 equivalent) of said irregular Section 7 being a non-standard 231.90-acre gas spacing and proration unit for said pool is to be dedicated to said well.

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 above-described unorthodox gas well location and non-standard gas spacing and proration unit are hereby approved.

Sincerely,

William J. LeM Director WJL/MES/kv

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