



New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Joanna Prukop
Cabinet Secretary
Reese Fullerton
Deputy Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



Administrative Order DHC-4085
Order Date: 10/17/2008

WILLIAMS PRODUCTION COMPANY, LLC
P. O. BOX 3102, MS 25-4
TULSA, OK 74101

Attention: Rachel Lipperd or Ocean Munds-Dry, Esq.

ROSA UNIT Well No. 77
API No: 30-039-22538
Unit L, Section 33, Township 31 North, Range 5 West, NMPM
Rio Arriba County, New Mexico

Pool:	Blanco-Mesaverde(Prorated Gas)	Gas 72319
Names:	Laguna Seca;Gallup (Gas)	Gas 79870
	Basin;Dakota (Prorated Gas)	Gas 71599

Reference is made to your recent application for an exception to Rule 303.A. of the Division Rules and Regulations to permit the above-described well to commingle production from the subject pools in the wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of Rule 303.C., and that reservoir damage or waste will not result from such downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and any Division Order which authorized the dual completion or otherwise required separation of the zones is hereby placed in abeyance.

In accordance with Division 303C.(1)(f), the production attributed to any commingled pool within the well shall not exceed the allowable applicable to that pool.

Assignment of allowable to the well and allocation of production from the well shall be as follows.

Blanco-Mesaverde(Prorated Gas) Pool	Pct Gas: 45	Pct Oil: 100
Laguna Seca;Gallup (Gas) Pool	Pct Gas: 16	Pct Oil: 0
Basin;Dakota (Prorated Gas) Pool	Pct Gas: 39	Pct Oil: 0

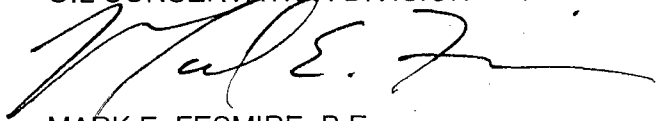


These percentages shall be amended only with written permission of the Division.

REMARKS: The operator shall notify the Aztec District Office of the Division upon implementation of commingling operations.

Pursuant to Rule 303C(2), the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

A handwritten signature in black ink, appearing to read 'Mark E. Fesmire', is written over the printed name and title.

MARK E. FESMIRE, P.E.
Director

cc: Oil Conservation Division – Aztec
Bureau of Land Management - Farmington