

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Jennifer A. Salisbury

Cabinet Secretary

August 30, 2000

Lori Wrotenbery
Director
Oil Conservation Division

Williams Production Company One Williams Center P. O. Box 3102 Tulsa, Oklahoma 74101 Attention: Tracy Ross

Administrative Order NSL-4505

Dear Ms. Ross:

Reference is made to the following: (i) your application dated August 23, 2000; and (ii) the New Mexico Oil Conservation Division's ("Division") records in Santa Fe: all concerning Williams Production Company's request for an unorthodox Basin-Fruitland coal gas well location for the proposed Rosa Unit Well No. 354 (API No. 30-039-26412) to be drilled 2120 feet from the North line and 2015 feet from the East line (Unit G) of Section 19, Township 31 North, Range 4 West, NMPM, Rio Arriba County, New Mexico. The E/2 of Section 19 is to be dedicated to this well in order to form a standard 320-acre stand-up gas spacing and proration unit for the Basin-Fruitland Coal (Gas) Pool.

By the authority granted me under the provisions of Rule 8 of the "Special Rules and Regulations for the Basin-Fruitland Coal Gas Pool," as promulgated by Division Order No. R-8768, as amended, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,

Lori Wrotenbery

Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec

U. S. Bureau of Land Management - Farmington