

**STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES
OIL CONSERVATION DIVISION**

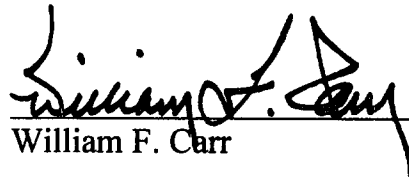
APPLICATION OF WILLIAMS PRODUCTION COMPANY FOR AN EXCEPTION TO RULE 7(d) OF THE SPECIAL POOL RULES AND REGULATIONS FOR BASIN-FRUITLAND COAL GAS POOL TO AUTHORIZE THE SIMULTANEOUS DEDICATION OF THE SOUTH HALF OF SECTION 8, TOWNSHIP 31 NORTH, RANGE 5 WEST, NMPM, TO TWO COAL GAS WELLS LOCATED IN THE SAME QUARTER SECTION, RIO ARRIBA COUNTY, NEW MEXICO.

CASE NO. 13347

AFFIDAVIT

STATE OF NEW MEXICO)
) ss.
COUNTY OF SANTA FE)

William F. Carr, attorney in fact and authorized representative of Williams Production Company, the Applicant herein, being first duly sworn, upon oath, states that notice of the above-referenced Application was mailed to the interested parties shown on Exhibit "A" attached hereto in accordance with Oil Conservation Division Rules, and that true and correct copies of the notice letter and proof of notice are attached hereto.



William F. Carr

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Case No. 13347 Exhibit No. 5
Submitted by:
Williams Production Company
Hearing Date: October 21, 2004

SUBSCRIBED AND SWORN to before me this 30th day of September 2004 by

William F. Carr.



OFFICIAL SEAL
LISAMARIE ORTIZ
NOTARY PUBLIC-STATE OF NEW MEXICO

My commission expires 01/14/07

A handwritten signature in black ink, appearing to read "Lisamarie Ortiz", written over a horizontal line.

Notary Public

My Commission Expires: January 14, 2007

3280672_1.DOC

**U.S. Postal Service
CERTIFIED MAIL RECEIPT**
(Domestic Mail Only; No Insurance Coverage)

OFFICIAL MAIL

| | |
|---|----------------|
| Wms Postage | \$ 1.52 |
| Certified Fee | 2.30 |
| Return Receipt Fee (Endorsement Required) | 1.75 |
| Restricted Delivery Fee (Endorsement Required) | |
| Total Postage & Fees | \$ 5.57 |



SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

BLM
1235 LaPlata Hwy
Suite A
Farmington NM
87401-8731

2. Article Number (Copy from)

7001 1140 0002 5602 6382

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) **VERA PUE** B. Date of Delivery **7/20**

C. Signature **X VERA PUE** Agent Addressee

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Certified Mail Express Mail
 Registered Return Receipt for Merchandise
 Insured Mail C.O.D.

4. Restricted Delivery? (Extra Fee) Yes

Sent To **BLM**
 Street, Apt. No.; or PO Box No. **1235 LaPlata Hwy Ste A**
 City, State, ZIP+4 **Farmington NM 87401**

HOLLAND & HART ^{LLP}



September 14, 2004

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Bureau of Land Management
1235 LaPlata Highway, Suite A
Farmington, New Mexico 87401-8731

Re: Application of Williams Production Company for an exception to Rule 7(d) of the Special Pool Rules and Regulations for Basin-Fruitland Coal Gas Pool to authorize the simultaneous dedication of the south half of Section 8, Township 31 North, Range 5 West, NMPM, to two coal gas well located in the same quarter section, Rio Arriba County, New Mexico.

Ladies and Gentlemen:

This letter is to advise you that Williams Production Company has filed the enclosed application with the New Mexico Oil Conservation Division seeking and exception to the Special Pool Rules and Regulations for the Basin-Fruitland Coal Gas Pool authorizing it to simultaneously dedicate the S/2 of Section 8, Township 31 North, Range 5 West, NMPM, to two coal gas wells located in the same quarter section.

This application has been set for hearing before a Division Examiner on October 7, 2004. You are not required to attend this hearing, but you may appear and present testimony. This letter and application are being provided to you pursuant to Rule 7(d)(2)(i) of the Special Pool Rules and Regulations for the Basin-Fruitland Coal Gas Pool. Williams has previously filed with you Form 3160-3 for the proposed Rosa Unit Well No. 379A.

Very truly yours,

William F. Carr
Attorney for Williams Production Company

Enclosures

cc: Vern Hansen, CPL
Williams Production Company

Holland & Hart ^{LLP}

Phone [505] 988-4421 Fax [505] 983-6043 www.hollandhart.com

110 North Guadalupe Suite 1 Santa Fe, NM 87501 Mailing Address P.O. Box 2208 Santa Fe, NM 87504-2208

Aspen Billings Boise Boulder Cheyenne Colorado Springs Denver Denver Tech Center Jackson Hole Salt Lake City Santa Fe Washington, D.C. ☺

Affidavit of Publication

State of New Mexico
County of Rio Arriba

I, Robert Trapp, being first duly sworn, declare and say I am the Publisher of the *Rio Grande SUN*, a weekly newspaper published in the English language and having a general circulation in the County of Rio Arriba, State of New Mexico, and being a newspaper duly qualified to publish legal notices and advertisements under the provisions of Chapter 167 of the Session Laws of 1937. The publication, a copy of which is hereto attached, was

published in said paper once each week for 1 consecutive weeks and on the same day of each week in the regular issue of the paper during the time of publication and the notice was published in the newspaper proper, and not in any

supplement. The first publication being on the 23rd day of

SEPT 2004 and the last publication on the 23rd

day of SEPT 2004. Payment for said advertisement has been duly made, or assessed as court costs. The undersigned has personal knowledge of the matters and things set forth in this affidavit.

Robert Trapp
Publisher

Subscribed and sworn to before me this 23rd day of SEPT A.D. 2004

Ruth S. Trapp
Ruth S. Trapp/Notary Public

My commission expires 17 May 2005

NOTICE OF PUBLICATION STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

SANTA FE, NEW MEXICO

The State of New Mexico through its Oil Conservation Division hereby gives notice pursuant to law and the Rules and Regulations of the Division of the following public hearing to be held at 8:15 a.m. on October 7, 2004, in the Oil Conservation Division Hearing Room at 1220 South St. Francis, Santa Fe, New Mexico, before an examiner duly appointed for the hearing. If you are an individual with a disability who is in need of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary aid or service to attend or participate in the hearing, please contact Florene Davidson at 605-476-3458 or through the New Mexico Relay Network, 1-800-659-1779, by September 28, 2004. Public documents including the agenda and minutes, can be provided in various accessible forms. Please contact Florene Davidson if a summary or other type of accessible form is needed.

STATE OF NEW MEXICO

All named parties and persons having any right, title, interest or claim in the following cases and notice to the public.

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

CASE 13347:

Application of Williams Production Company for an exception to Rule 7 (d) of the Special Pool Rules and Regulations for Basin-Fruitland Coal Gas Pool to authorize the simultaneous dedication of the south half of Section 8, Township 31 North, Range 5 West, NMPM, to two coal gas wells located in the same quarter section, Rio Arriba County, New Mexico. Applicant seeks an exception to Rule 7 (d) of the Special Pool Rules and Regulations for the Basin-Fruitland Coal Gas Pool to authorize the simultaneous dedication of the S/2 of Section 8, Township 31 North, Range 5 West, NMPM, Rio

Arriba County, New Mexico to the following four existing coal gas wells:

the existing Rosa Unit Well No. 379 that has been drilled as an intentionally deviated horizontal wellbore on a project area comprised of the S/2 of this section from a surface location 1710 feet from the South line and 1680 feet from the West line (Unit K) with the horizontal portion of the wellbore extending in an east-southeast direction with a vertical section of approximately 2500 feet traversing both quarter sections in the S/2 of Section 8, and the proposed Rosa Unit well No. 379A to be drilled as a vertical well as the optional infill well on this 320-acre spacing unit from a surface location 1130 feet from the South line and 1680 feet from the West line (Unit N) of Section 8.

The surface locations for the Rosa Unit Well Nos. 379 and 379A will both be located in the SE/4 of Section 8. Said spacing unit is located approximately 8 miles North of Espinoza, New Mexico. Given under the Seal of the State of New Mexico, Oil Conservation Commission at Santa Fe, New Mexico, on this 16th day of September, 2004.

STATE OF NEW MEXICO
OIL CONSERVATION

118 lines

60

line

00

Payment

760

Date

580

By

40