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WILLIAMS PRODUCTION COMPANY, LLC  
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P.O. Box 3102  
Tulsa, OK 74101-3102  
918/573-6169

March 13, 2008

Assistant District Manager, Minerals  
Bureau of Land Management  
Farmington Resource Area  
1235 La Plata Highway  
Farmington, New Mexico 87401

State of New Mexico  
Oil Conservation Commission  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87505-4000

State of New Mexico  
Commissioner of Public Lands  
310 Old Santa Fe Trail  
Santa Fe, New Mexico 87504-1148

Re: Rosa Unit I, Sec.No.587  
San Juan and Rio Arriba Counties, New Mexico  
2008 Plan of Development

Gentlemen:

By letters dated March 7, June 13, June 29, and August 16, 2007, Williams Production Company, LLC as Rosa Unit Operator filed the 2007 Plan of Development for the Rosa Unit. Following is a summary of the operations proposed under the 2007 Plan of Development:

| <u>Well Name</u>                           | <u>Formation</u>    | <u>Operations Status</u>                                   |
|--|---------------------|--|
| Rosa Unit #5C                              | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #6C (Mesaverde/<br>Dakota Dual)  | Mesaverde<br>Dakota | Carried over to 2008 P.O.D.<br>Carried over to 2008 P.O.D. |
| Rosa Unit #9C (Mesaverde/<br>Dakota Dual)  | Mesaverde<br>Dakota | Carried over to 2008 P.O.D.<br>Carried over to 2008 P.O.D. |
| Rosa Unit #13B (Mesaverde/<br>Dakota Dual) | Mesaverde<br>Dakota | Drilled and Completed<br>Drilled and Completed             |
| Rosa Unit #14C (Mesaverde/<br>Dakota Dual) | Mesaverde<br>Dakota | Drilled and Completed<br>Drilled and Completed             |
| Rosa Unit #15C                             | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #17C                             | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #18C (Mesaverde/<br>Dakota Dual) | Mesaverde<br>Dakota | Carried over to 2008 P.O.D.<br>Carried over to 2008 P.O.D. |
| Rosa Unit #19C (Mesaverde/<br>Dakota Dual) | Mesaverde<br>Dakota | Drilled and Completed<br>Dropped from P.O.D.               |
| Rosa Unit #22B (Mesaverde/<br>Dakota Dual) | Mesaverde<br>Dakota | Drilled and Completed<br>Drilled and Completed             |

| <u>Well Name</u>                                | <u>Formation</u>    | <u>Operations Status</u>                                   |
|---|---------------------|--|
| Rosa Unit #25B (Mesaverde/<br>Dakota Dual)      | Mesaverde<br>Dakota | Drilled and Completed<br>Dropped from P.O.D.               |
| Rosa Unit #25C                                  | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #29C                                  | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #36C                                  | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #40E                                  | Dakota              | Carried over to 2008 P.O.D.                                |
| Rosa Unit #41C                                  | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #46B                                  | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #46C                                  | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #48E                                  | Dakota              | Carried over to 2008 P.O.D.                                |
| Rosa Unit Com #60B (Mesaverde/<br>Dakota Dual)  | Mesaverde<br>Dakota | Carried over to 2008 P.O.D.<br>Carried over to 2008 P.O.D. |
| Rosa Unit Com #60C                              | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #72B (Mesaverde/<br>Dakota Dual)      | Mesaverde<br>Dakota | Carried over to 2008 P.O.D.<br>Carried over to 2008 P.O.D. |
| Rosa Unit #77C                                  | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #79C                                  | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #80B (Mesaverde/<br>Dakota Dual)      | Mesaverde<br>Dakota | Drilled and Completed<br>Drilled and Completed             |
| Rosa Unit #80C                                  | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #85B (Mesaverde/<br>Dakota Dual)      | Mesaverde<br>Dakota | Drilled and Completed<br>Dropped from P.O.D.               |
| Rosa Unit #85C (Mesaverde<br>Dakota Dual)       | Mesaverde<br>Dakota | Carried over to 2008 P.O.D.<br>Carried over to 2008 P.O.D. |
| Rosa Unit #88C                                  | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit Com #90B                              | Mesaverde           | Drilled and Completed                                      |
| Rosa Unit Com #90C                              | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #125B                                 | Mesaverde           | Dropped from P.O.D.  |
| Rosa Unit #125C                                 | Mesaverde           | Drilled and Completed                                      |
| Rosa Unit #125Y (Mesaverde/<br>Dakota Dual)     | Mesaverde<br>Dakota | Dropped from P.O.D.<br>Dropped from P.O.D.                 |
| Rosa Unit #138C                                 | Mesaverde           | Drilled and Completed                                      |
| Rosa Unit #146B (Mesaverde/<br>Dakota Dual)     | Mesaverde<br>Dakota | Drilled and Completed<br>Drilled and Completed             |
| Rosa Unit #146C (Mesaverde/<br>Dakota Dual)     | Mesaverde<br>Dakota | Carried over to 2008 P.O.D.<br>Carried over to 2008 P.O.D. |
| Rosa Unit Com #148C (Mesaverde/<br>Dakota Dual) | Mesaverde<br>Dakota | Carried over to 2008 P.O.D.<br>Carried over to 2008 P.O.D. |
| Rosa Unit #151B                                 | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #153C (Mesaverde/<br>Dakota Dual)     | Mesaverde<br>Dakota | Carried over to 2008 P.O.D.<br>Carried over to 2008 P.O.D. |
| Rosa Unit #156C                                 | Mesaverde           | Drilled and Completed                                      |
| Rosa Unit #163B (Mesaverde/<br>Dakota Dual)     | Mesaverde<br>Dakota | Drilled and Completed<br>Dropped from P.O.D.               |
| Rosa Unit Com #163C                             | Mesaverde           | Drilled and Completed                                      |
| Rosa Unit #164C                                 | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #166B (Mesaverde/<br>Dakota Dual)     | Mesaverde<br>Dakota | Carried over to 2008 P.O.D.<br>Carried over to 2008 P.O.D. |
| Rosa Unit #168B                                 | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #168C (Mesaverde/<br>Dakota Dual)     | Mesaverde<br>Dakota | Carried over to 2008 P.O.D.<br>Carried over to 2008 P.O.D. |
| Rosa Unit #168R                                 | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit Com #169B                             | Mesaverde           | Drilled and Completed                                      |
| Rosa Unit #182C                                 | Mesaverde           | Drilled and Completed                                      |
| Rosa Unit #183B                                 | Mesaverde           | Drilled and Completed                                      |

| <u>Well Name</u>                            | <u>Formation</u>    | <u>Operations Status</u>                                   |
|---|---------------------|--|
| Rosa Unit #184C (Mesaverde/<br>Dakota Dual) | Mesaverde<br>Dakota | Drilled and Completed<br>Drilled and Completed             |
| Rosa Unit #185C                             | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #186 (Mesaverde/<br>Dakota Dual)  | Mesaverde<br>Dakota | Drilled and Completed<br>Drilled and Completed             |
| Rosa Unit #186B                             | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #187C (Mesaverde/<br>Dakota Dual) | Mesaverde<br>Dakota | Carried over to 2008 P.O.D.<br>Carried over to 2008 P.O.D. |
| Rosa Unit #188C (Mesaverde/<br>Dakota Dual) | Mesaverde<br>Dakota | Drilled and Completed<br>Drilled and Completed             |
| Rosa Unit #189                              | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #189A                             | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #189C                             | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #191                              | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #192                              | Mesaverde           | Carried over to 2008 P.O.D.                                |
| Rosa Unit #204A                             | Mesaverde           | Drilled and Completed                                      |
| Rosa Unit Com #238A                         | Fruitland Coal      | Drilled and Completed                                      |
| Rosa Unit #240A                             | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #257A                             | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #258A                             | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #262A                             | Fruitland Coal      | Drilled and Completed                                      |
| Rosa Unit #264A                             | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #280A                             | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #283A                             | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #309A                             | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #313A                             | Fruitland Coal      | Drilled and Completed                                      |
| Rosa Unit #315A                             | Fruitland Coal      | Drilled and Completed                                      |
| Rosa Unit #321A                             | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #322A                             | Fruitland Coal      | Drilled and Completed                                      |
| Rosa Unit #343A                             | Fruitland Coal      | Drilled and Completed                                      |
| Rosa Unit #345A                             | Fruitland Coal      | Drilled and Completed                                      |
| Rosa Unit #347                              | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #350A                             | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit Com #355A                         | Fruitland Coal      | Drilled and Completed                                      |
| Rosa Unit Com #358A                         | Fruitland Coal      | Drilled and Completed                                      |
| Rosa Unit #359A                             | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #360A                             | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #361A                             | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #364                              | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #364A                             | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #365                              | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #365A                             | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #367                              | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #367A                             | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #368                              | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #368A                             | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #369                              | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #369A                             | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #370                              | Fruitland Coal      | Drilled and Completed                                      |
| Rosa Unit #373                              | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #374                              | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit #375A                             | Fruitland Coal      | Drilled and Completed                                      |
| Rosa Unit Com #377                          | Fruitland Coal      | Carried over to 2008 P.O.D.                                |
| Rosa Unit Com #377A                         | Fruitland Coal      | Carried over to 2008 P.O.D.                                |

| <u>Well Name</u> | <u>Formation</u> | <u>Operations Status</u>    |
|------------------|------------------|-----------------------------|
| Rosa Unit #378   | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #380   | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #381A  | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #382A  | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #384   | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #384A  | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #385   | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #385A  | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #386   | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #386A  | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #388   | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #388A  | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #389   | Fruitland Coal   | Drilled and Completed       |
| Rosa Unit #390   | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #390A  | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #391   | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #391A  | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #392   | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #392A  | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #393   | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #393A  | Fruitland Coal   | Drilled and Completed       |
| Rosa Unit #394   | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #394A  | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #395   | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #395A  | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #396   | Fruitland Coal   | Carried over to 2008 P.O.D. |
| Rosa Unit #396A  | Fruitland Coal   | Carried over to 2008 P.O.D. |

The Participating Areas that have been established in the Rosa Unit are as follows:

| <u>Formation</u> | <u>Revision</u> | <u>Effective</u>  |
|------------------|-----------------|-------------------|
| Fruitland Coal   | Ninth           | August 1, 2002    |
| Pictured Cliffs  | Eighth          | June 1, 2000      |
| Mesaverde        | Twenty Sixth    | January 1, 2001   |
| Dakota           | Eighteenth      | September 1, 2000 |

Attached are maps of the Rosa Unit showing the boundaries of the Participating Areas as applicable. The following Mesaverde / Dakota wells were commingled in 2007: Rosa Unit # 46A; Rosa Unit # 79; Rosa Unit #125E; Rosa Unit #159.

The Rosa Unit #115 Gallup / Dakota formation well was plugged and abandoned.

Pursuant to Section 9 of the Rosa Unit Agreement, Williams Production Company, LLC is submitting a Plan of Development providing for the drill and completion of the following wells during 2008:

| <u>Well Name</u>                                     | <u>Drill Block</u>  | <u>Formation</u>              |
|--|---|-------------------------------|
| Rosa Unit #5C (Mesaverde/<br>Mancos/<br>Dakota)      | E/2 Sec. 26, T31N, R6W<br>SE/4 Sec. 26, T31N, R6W<br>S/2 Sec. 26, T31N, R6W                       | Mesaverde<br>Mancos<br>Dakota |
| Rosa Unit #6C (Mesaverde/<br>Dakota Dual)            | S/2 Sec. 27, T31N, R5W<br>S/2 Sec. 27, T31N, R5W  | Mesaverde<br>Dakota           |
| Rosa Unit #9C (Mesaverde/<br>Dakota Dual)            | W/2 Sec. 11, T31N, R6W<br>W/2 Sec. 11, T31N, R6W  | Mesaverde<br>Dakota           |
| Rosa Unit #15C                                       | E/2 Sec. 29, T31N, R5W  | Mesaverde                     |
| Rosa Unit #17C (Mesaverde/<br>Dakota Dual)           | S/2 Sec. 20, T31N, R5W<br>S/2 Sec. 20, T31N, R5W  | Mesaverde<br>Dakota           |
| Rosa Unit #18C (Mesaverde/<br>Dakota Dual)           | E/2 Sec. 22, T31N, R6W<br>E/2 Sec. 22, T31N, R6W  | Mesaverde<br>Dakota           |
| Rosa Unit #25C (Mesaverde/<br>Dakota Dual)           | W/2 Sec. 15, T31N, R6W<br>W/2 Sec. 15, T31N, R6W  | Mesaverde<br>Dakota           |
| Rosa Unit #29C (Mesaverde/<br>Dakota Dual)           | E/2 Sec. 32, T32N, R6W<br>E/2 Sec. 32, T32N, R6W  | Mesaverde<br>Dakota           |
| Rosa Unit #36C                                       | E/2 Sec. 11, T31N, R6W  | Mesaverde                     |
| Rosa Unit #40E                                       | N/2 Sec. 11, T31N, R5W  | Dakota                        |
| Rosa Unit #41C (Mesaverde/<br>Dakota Dual)           | ALL Sec. 5, T31N, R5W<br>ALL Sec. 5, T31N, R5W  | Mesaverde<br>Dakota           |
| Rosa Unit #46B (Mesaverde/<br>Dakota Dual)           | E/2 Sec. 8, T31N, R5W<br>N/2 Sec. 8, T31N, R5W  | Mesaverde<br>Dakota           |
| Rosa Unit #46C                                       | E/2 Sec. 8, T31N, R5W   | Mesaverde                     |
| Rosa Unit #48E                                       | S/2 Sec. 11, T31N, R5W  | Dakota                        |
| Rosa Unit Com #60B (Mesaverde/<br>Mancos/<br>Dakota) | ALL Sec. 4, T31N, R6W<br>ALL Sec. 4, T31N, R6W, Less Tr. 37<br>ALL Sec. 4, T31N, R6W, Less Tr. 37 | Mesaverde<br>Mancos<br>Dakota |
| Rosa Unit Com #60C (Mesaverde/<br>Dakota Dual)       | ALL Sec. 4, T31N, R6W<br>ALL Sec. 4, T31N, R6W  | Mesaverde<br>Dakota           |
| Rosa Unit #72B (Mesaverde/<br>Dakota Dual)           | ALL Sec. 6, T31N, R5W<br>ALL Sec. 6, T31N, R5W  | Mesaverde<br>Dakota           |
| Rosa Unit #77C                                       | S/2 Sec. 33, T31N, R5W  | Mesaverde                     |
| Rosa Unit #79C                                       | W/2 Sec. 22, T31N, R6W  | Mesaverde                     |
| Rosa Unit #80C (Mesaverde/<br>Dakota Dual)           | W/2 Sec. 8, T31N, R5W<br>S/2 Sec. 8, T31N, R5W  | Mesaverde<br>Dakota           |
| Rosa Unit #85C (Mesaverde/<br>Dakota Dual)           | N/2 Sec. 20, T31N, R5W<br>N/2 Sec. 20, T31N, R5W  | Mesaverde<br>Dakota           |
| Rosa Unit #88C (Mesaverde/<br>Dakota Dual)           | W/2 Sec. 8, T31N, R6W<br>W/2 Sec. 8, T31N, R6W  | Mesaverde<br>Dakota           |
| Rosa Unit Com #90C (Mesaverde/<br>Dakota Dual)       | E/2 Sec. 33, T32N, R6W<br>E/2 Sec. 33, T32N, R6W  | Mesaverde<br>Dakota           |
| Rosa Unit #146C (Mesaverde/<br>Dakota Dual)          | W/2 Sec. 28, T31N, R5W<br>W/2 Sec. 28, T31N, R5W  | Mesaverde<br>Dakota           |
| Rosa Unit Com #148C (Mesaverde/<br>Dakota Dual)      | ALL Sec. 2, T31N, R6W<br>ALL Sec. 2, T31N, R6W  | Mesaverde<br>Dakota           |
| Rosa Unit #151B                                      | W/2 Sec. 33, T32N, R6W  | Mesaverde                     |
| Rosa Unit #153C (Mesaverde/<br>Dakota Dual)          | E/2 Sec. 17, T31N, R5W<br>E/2 Sec. 17, T31N, R5W  | Mesaverde<br>Dakota           |
| Rosa Unit #164C (Mesaverde/<br>Dakota Dual)          | ALL Sec. 1, T31N, R6W<br>ALL Sec. 1, T31N, R6W  | Mesaverde<br>Dakota           |
| Rosa Unit #166B (Mesaverde/<br>Mancos/<br>Dakota)    | N/2 Sec. 30, T31N, R5W<br>N/2 Sec. 30, T31N, R5W<br>N/2 Sec. 30, T31N, R5W                        | Mesaverde<br>Mancos<br>Dakota |
| Rosa Unit #168B (Mesaverde/<br>Dakota Dual)          | E/2 Sec. 28, T31N, R5W<br>E/2 Sec. 28, T31N, R5W  | Mesaverde<br>Dakota           |

| <u>Well Name</u>                                  | <u>Drill Block</u>     | <u>Formation</u> |
|---|------------------------|------------------|
| Rosa Unit #168C (Mesaverde/<br>Dakota Dual)       | E/2 Sec. 28, T31N, R5W | Mesaverde        |
| Rosa Unit #168R (Mesaverde/<br>Dakota Dual)       | E/2 Sec. 28, T31N, R5W | Dakota           |
| Rosa Unit #185C                                   | E/2 Sec. 28, T31N, R5W | Mesaverde        |
| Rosa Unit #186B (Mesaverde/<br>Dakota Dual)       | E/2 Sec. 28, T31N, R5W | Dakota           |
| Rosa Unit #187C (Mesaverde/<br>Mancos/<br>Dakota) | S/2 Sec. 16, T31N, R6W | Mesaverde        |
| Rosa Unit #189 (Mesaverde/<br>Dakota Dual)        | N/2 Sec. 27, T31N, R5W | Mesaverde        |
| Rosa Unit #189A (Mesaverde/<br>Dakota Dual)       | N/2 Sec. 27, T31N, R5W | Dakota           |
| Rosa Unit #189C (Mesaverde/<br>Dakota Dual)       | W/2 Sec. 21, T31N, R5W | Mesaverde        |
| Rosa Unit #193 (Mesaverde/<br>Dakota Dual)        | W/2 Sec. 21, T31N, R5W | Mancos           |
| Rosa Unit #240A                                   | W/2 Sec. 21, T31N, R5W | Dakota           |
| Rosa Unit #257A                                   | E/2 Sec. 21, T31N, R5W | Mesaverde        |
| Rosa Unit #258A                                   | E/2 Sec. 21, T31N, R5W | Dakota           |
| Rosa Unit #264A                                   | E/2 Sec. 21, T31N, R5W | Mesaverde        |
| Rosa Unit #280A                                   | E/2 Sec. 21, T31N, R5W | Dakota           |
| Rosa Unit #282A                                   | E/2 Sec. 21, T31N, R5W | Mesaverde        |
| Rosa Unit #283A                                   | E/2 Sec. 21, T31N, R5W | Dakota           |
| Rosa Unit #284A                                   | E/2 Sec. 21, T31N, R5W | Mesaverde        |
| Rosa Unit #285A                                   | E/2 Sec. 21, T31N, R5W | Dakota           |
| Rosa Unit #287A                                   | E/2 Sec. 21, T31N, R5W | Mesaverde        |
| Rosa Unit #288A                                   | E/2 Sec. 21, T31N, R5W | Dakota           |
| Rosa Unit #293A                                   | W/2 Sec. 35, T31N, R5W | Mesaverde        |
| Rosa Unit #294A                                   | W/2 Sec. 35, T31N, R5W | Dakota           |
| Rosa Unit #309A                                   | ALL Sec. 1, T31N, R6W  | Fruitland Coal   |
| Rosa Unit #311A                                   | W/2 Sec. 27, T31N, R5W | Fruitland Coal   |
| Rosa Unit #312A                                   | W/2 Sec. 22, T31N, R5W | Fruitland Coal   |
| Rosa Unit #347                                    | W/2 Sec. 22, T31N, R5W | Fruitland Coal   |
| Rosa Unit #350A                                   | E/2 Sec. 22, T31N, R5W | Fruitland Coal   |
| Rosa Unit #359A                                   | W/2 Sec. 1, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #360A                                   | W/2 Sec. 2, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #361A                                   | W/2 Sec. 2, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #364                                    | E/2 Sec. 2, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #364A                                   | W/2 Sec. 3, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #365                                    | E/2 Sec. 3, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #365A                                   | E/2 Sec. 3, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #367                                    | E/2 Sec. 4, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #367A                                   | W/2 Sec. 4, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #368                                    | W/2 Sec. 4, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #368A                                   | N/2 Sec. 10, T31N, R4W | Fruitland Coal   |
| Rosa Unit #369                                    | S/2 Sec. 10, T31N, R4W | Fruitland Coal   |
| Rosa Unit #369A                                   | E/2 Sec. 26, T31N, R4W | Fruitland Coal   |
| Rosa Unit #370A                                   | E/2 Sec. 28, T31N, R4W | Fruitland Coal   |
| Rosa Unit #371A                                   | E/2 Sec. 28, T31N, R4W | Fruitland Coal   |
| Rosa Unit #373                                    | N/2 Sec. 20, T31N, R5W | Fruitland Coal   |
| Rosa Unit #373A                                   | W/2 Sec. 11, T31N, R4W | Fruitland Coal   |
| Rosa Unit #374                                    | W/2 Sec. 11, T31N, R4W | Fruitland Coal   |
| Rosa Unit #374A                                   | N/2 Sec. 10, T31N, R5W | Fruitland Coal   |
|   | ALL Sec. 04, T31N, R5W | Fruitland Coal   |
|   | W/2 Sec. 09, T31N, R5W | Fruitland Coal   |
|   | W/2 Sec. 16, T31N, R5W | Fruitland Coal   |
|   | S/2 Sec. 5, T31N, R4W  | Fruitland Coal   |
|   | S/2 Sec. 5, T31N, R4W  | Fruitland Coal   |
|   | E/2 Sec. 7, T31N, R4W  | Fruitland Coal   |
|   | E/2 Sec. 7, T31N, R4W  | Fruitland Coal   |
|   | W/2 Sec. 9, T31N, R4W  | Fruitland Coal   |
|   | W/2 Sec. 9, T31N, R4W  | Fruitland Coal   |
|   | E/2 Sec. 9, T31N, R4W  | Fruitland Coal   |
|   | E/2 Sec. 9, T31N, R4W  | Fruitland Coal   |
|   | E/2 Sec. 9, T31N, R4W  | Fruitland Coal   |
|   | E/2 Sec. 11, T31N, R4W | Fruitland Coal   |
|   | E/2 Sec. 11, T31N, R4W | Fruitland Coal   |
|   | W/2 Sec. 19, T31N, R4W | Fruitland Coal   |
|   | W/2 Sec. 13, T31N, R5W | Fruitland Coal   |
|   | W/2 Sec. 15, T31N, R5W | Fruitland Coal   |
|   | W/2 Sec. 15, T31N, R5W | Fruitland Coal   |
|   | E/2 Sec. 16, T31N, R5W | Fruitland Coal   |
|   | E/2 Sec. 16, T31N, R5W | Fruitland Coal   |

| <u>Well Name</u>    | <u>Drill Block</u>     | <u>Formation</u> |
|---------------------|------------------------|------------------|
| Rosa Unit Com #377  | N/2 Sec. 26, T31N, R5W | Fruitland Coal   |
| Rosa Unit Com #377A | N/2 Sec. 26, T31N, R5W | Fruitland Coal   |
| Rosa Unit #378      | E/2 Sec. 27, T31N, R5W | Fruitland Coal   |
| Rosa Unit #378A     | E/2 Sec. 27, T31N, R5W | Fruitland Coal   |
| Rosa Unit #380      | W/2 Sec. 20, T31N, R4W | Fruitland Coal   |
| Rosa Unit #381A     | E/2 Sec. 10, T31N, R6W | Fruitland Coal   |
| Rosa Unit #382A     | E/2 Sec. 12, T31N, R5W | Fruitland Coal   |
| Rosa Unit #383A     | E/2 Sec. 29, T31N, R4W | Fruitland Coal   |
| Rosa Unit #384      | W/2 Sec. 21, T31N, R4W | Fruitland Coal   |
| Rosa Unit #384A     | E/2 Sec. 21, T31N, R4W | Fruitland Coal   |
| Rosa Unit #385      | E/2 Sec. 21, T31N, R4W | Fruitland Coal   |
| Rosa Unit #385A     | W/2 Sec. 21, T31N, R4W | Fruitland Coal   |
| Rosa Unit #386      | N/2 Sec. 5, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #386A     | N/2 Sec. 5, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #387      | S/2 Sec. 10, T31N, R5W | Fruitland Coal   |
| Rosa Unit #388      | E/2 Sec. 1, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #388A     | E/2 Sec. 1, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #390      | E/2 Sec. 8, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #390A     | E/2 Sec. 8, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #391      | W/2 Sec. 8, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #391A     | W/2 Sec. 8, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #392      | E/2 Sec. 15, T31N, R4W | Fruitland Coal   |
| Rosa Unit #392A     | E/2 Sec. 15, T31N, R4W | Fruitland Coal   |
| Rosa Unit #393      | W/2 Sec. 15, T31N, R4W | Fruitland Coal   |
| Rosa Unit #394      | E/2 Sec. 24, T31N, R5W | Fruitland Coal   |
| Rosa Unit #394A     | E/2 Sec. 24, T31N, R5W | Fruitland Coal   |
| Rosa Unit #395      | N/2 Sec. 6, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #395A     | N/2 Sec. 6, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #396      | S/2 Sec. 6, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #396A     | S/2 Sec. 6, T31N, R4W  | Fruitland Coal   |
| Rosa Unit #397      | E/2 Sec. 27, T31N, R4W | Fruitland Coal   |
| Rosa Unit #397A     | E/2 Sec. 27, T31N, R4W | Fruitland Coal   |
| Rosa Unit #398      | W/2 Sec. 27, T31N, R4W | Fruitland Coal   |
| Rosa Unit #398A     | W/2 Sec. 27, T31N, R4W | Fruitland Coal   |
| Rosa Unit #399      | E/2 Sec. 31, T31N, R4W | Fruitland Coal   |
| Rosa Unit #399A     | E/2 Sec. 31, T31N, R4W | Fruitland Coal   |
| Rosa Unit #400      | E/2 Sec. 9, T31N, R5W  | Fruitland Coal   |
| Rosa Unit #400A     | E/2 Sec. 9, T31N, R5W  | Fruitland Coal   |
| Rosa Unit #401A     | E/2 Sec. 15, T31N, R5W | Fruitland Coal   |
| Rosa Unit #402      | E/2 Sec. 13, T31N, R5W | Fruitland Coal   |
| Rosa Unit #402A     | E/2 Sec. 13, T31N, R5W | Fruitland Coal   |
| Rosa Unit #403      | E/2 Sec. 14, T31N, R5W | Fruitland Coal   |
| Rosa Unit #403A     | E/2 Sec. 14, T31N, R5W | Fruitland Coal   |

Williams Production Company, LLC, as Unit Operator, will drill any offset wells that may be required to prevent drainage of unitized substances and any other wells deemed necessary or which are requested by the Unit Operator or the Working Interest Owners.

Rosa Unit  
2008 Plan of Development  
3/13/07

If this Plan of Development is acceptable, please signify your approval as required under Section 9 of the Unit Agreement in the space provided in the enclosed sheet and return an approved copy to Williams Production Company, LLC.

Copies of this Plan of Development are being sent to the Working Interest Owners as shown on the enclosed sheet.

Sincerely,

A handwritten signature in black ink, appearing to read "M. Vern Hansen". The signature is fluid and cursive, with a long horizontal stroke at the end.

M. Vern Hansen  
Senior Staff Landman

Enclosures

cc: Working Interest Owners  
Kris Russell  
Bryan Holmes  
Gary Sizemore  
Ralph Hawks  
Kirk Place  
Bobby Goodwin  
Larry Higgins

APPROVED: \_\_\_\_\_ DATE: \_\_\_\_\_  
Assistant District Manager, Minerals  
Bureau of Land Management  
Subject to like approval by the  
Commissioner of Public Lands and  
The Oil Conservation Commission

APPROVED: \_\_\_\_\_ DATE: \_\_\_\_\_  
Commissioner of Public Lands  
Subject to like approval by the Area  
Oil and Gas Supervisor and the Oil  
Conservation Commission

APPROVED: \_\_\_\_\_ DATE: \_\_\_\_\_  
Oil Conservation Commission  
Subject to like approval by the Area  
Oil and Gas Supervisor and the  
Commissioner of Public Lands

The foregoing approvals are for the 2008 Plan of Development for the Rosa Unit I, Section No.587.

Rosa Unit  
2008 Plan of Development  
3/13/07

WORKING INTEREST OWNERS  
ROSA UNIT

BP AMERICA PRODUCTION CO.  
ATTN: JOHN LARSON  
P.O. Box 3092  
HOUSTON, TX 77253

SCHULTZ MANAGEMENT, LTD.  
500 N. AKARD, SUITE 2940  
DALLAS, TX 75201

MS. ELIZABETH T. CALLOWAY  
P.O. BOX 191767  
DALLAS, TX 75219-1767

FRED E. TURNER, LLC  
4925 GREENVILLE AVE., SUITE 852  
DALLAS, TX 75206-4079

J. GLENN TURNER, JR. LLC  
3838 OAK LAWN  
SUITE 1450  
DALLAS, TX 75219

XTO ENERGY, INC.  
ATTN: EDWIN S. RYAN, JR.  
810 HOUSTON STREET, STE 2000  
FORT WORTH, TX 76102-6298

MARY FRANCES TURNER, JR TRUST  
ATTN: BARRY L. DOMINICK  
TX1-2931  
P O BOX 660197  
DALLAS, TX 75266-0197

MR. JOHN TURNER  
PMB 285  
317 SIDNEY BAKER SOUTH #400  
KERRVILLE, TX 78028

PATRICIA P. SCHIEFFER TRUST, BANK OF AMERICA, N.A. AGT  
ATTN: BILL BLEDSOE  
P.O. BOX 2546  
FORT WORTH, TX 76113-2546

FOREST OIL CORPORATION  
ATTN: KEN MCPHEE  
707 17<sup>th</sup> STREET  
DENVER, CO 80202

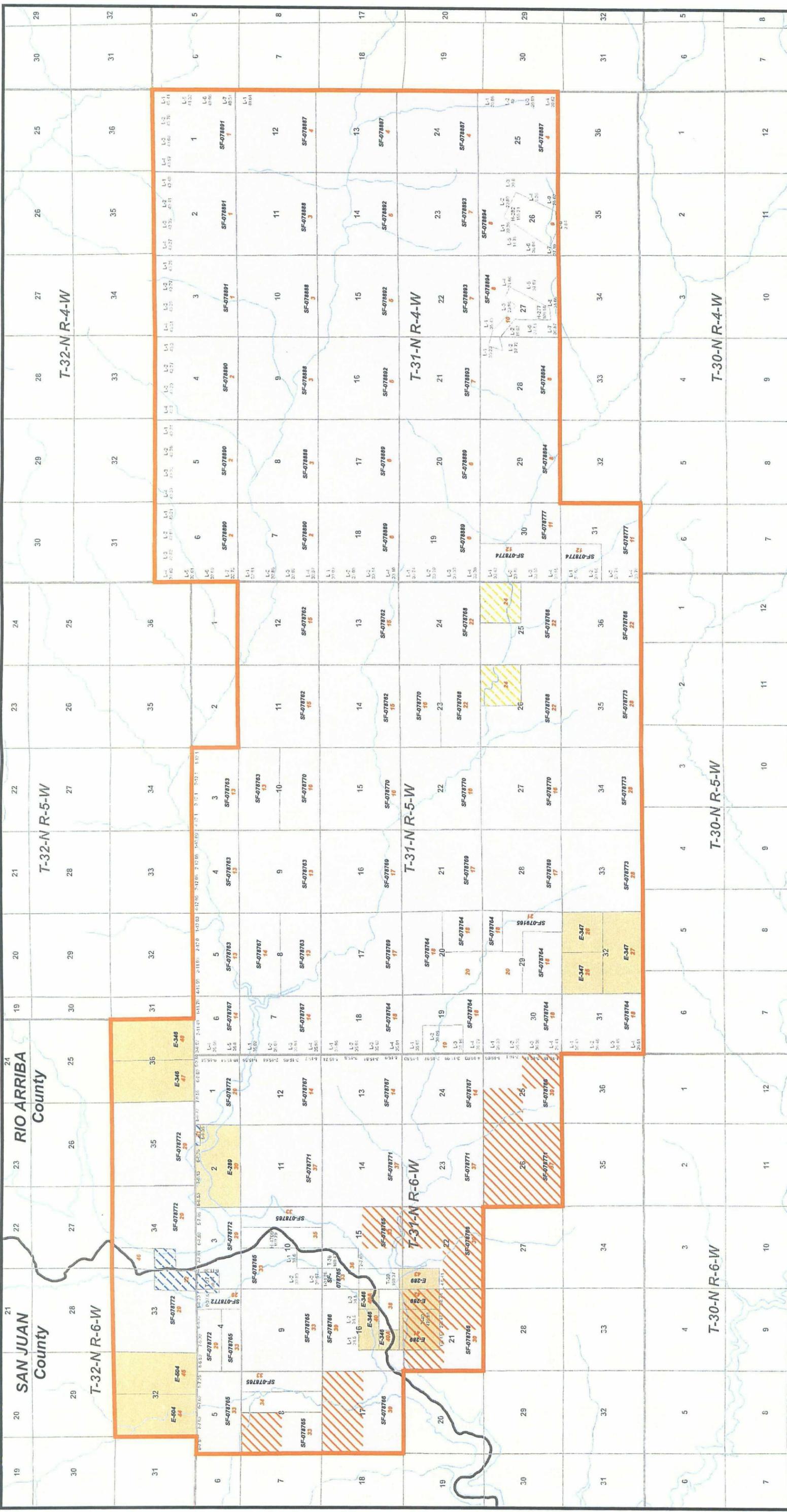
MS. VICTORIA WEBB  
806 CORDOVA  
DALLAS, TX 75223

HENRIETTA E. SCHULTZ, TRUSTEE  
500 NORTH AKARD, SUITE 2940  
DALLAS, TX 75201

SACRAMENTO MUNICIPAL UTILITIES DISTRICT  
ATTN: THOMAS INGWERS  
P. O. BOX 15830  
SACRAMENTO, CA 95852-1830

CONOCOPHILLIPS COMPANY  
ATTN: CHIEF LANDMAN, SAN JUAN/ROCKIES  
P. O. BOX 4289  
FARMINGTON, NM 87499-4289





**Rosa Unit Tract No: XX**

Map Document: G:\Project\San\_Juan\Rosa\_Unit\Participating\_Areas\rosa\_unit\_pc.mxd  
2/8/2008 - 1:29:33 PM

6,000 3,000 0 6,000 12,000 Feet

**Participating Area-8th Expansion**

- Mineral Ownership
- Federal
- Fee
- Partially Committed
- State
- Not Committed

**Williams** Exporation & Production **Williams**

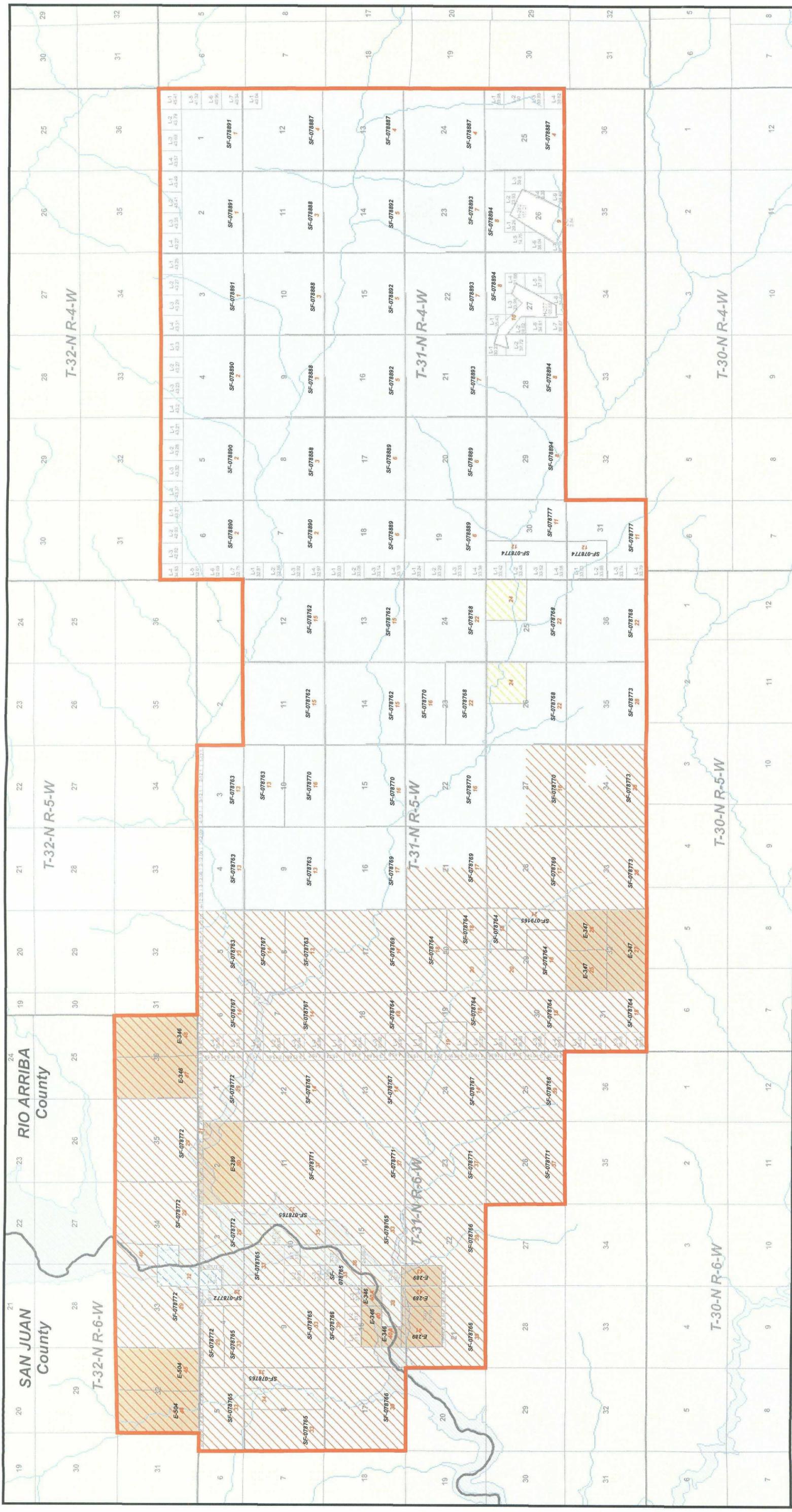
**Rosa Unit**

**Pictured Cliffs Formation**

**San Juan and Rio Arriba Counties, New Mexico**

Scale: 1:72,000      Projection: NAD 1983 State Plane N1M West

Date: 7/2/2007      Author: SA



**Williams** Exploration & Production

**Rosa Unit**  
Mesaverde Formation  
San Juan and Rio Arriba Counties, New Mexico

Scale: 1:72,000    Projection: NAD 1983 State Plane NM West  
Date: 3/7/2007    Author: SA

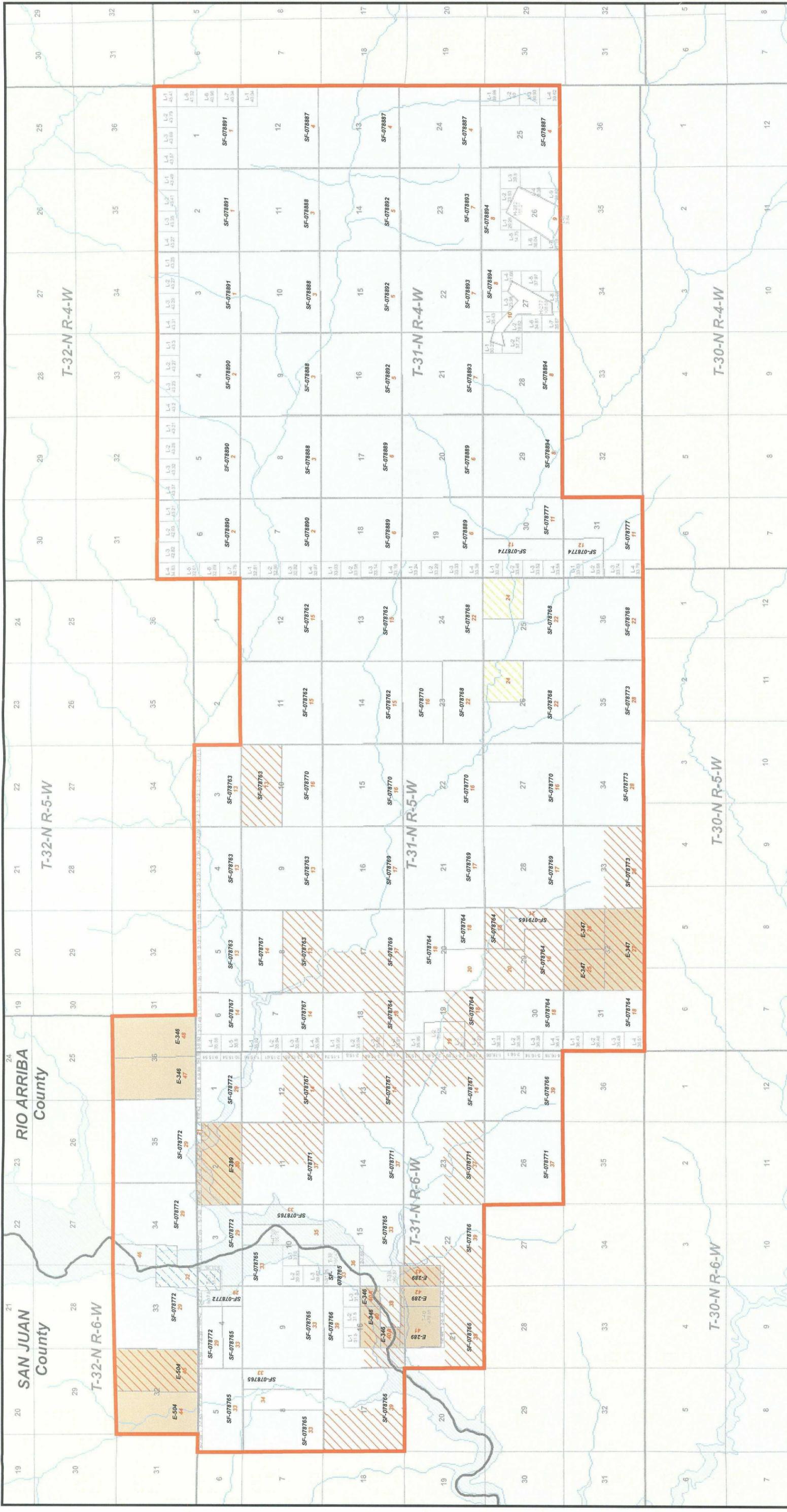
**Williams**

Mesaverde Participating Area-26th Expansion

- Mineral Ownership
- Federal
- Fee
- Partially Committed
- State
- Not Committed

**Rosa Unit Tract No: XX**

Map Document: (G:\Project\San\_Juan\Tract\Participating\_Areas\rosa-unit\_mv\_pa.mxd)  
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**Rosa Unit Tract No: XX**

Map Document: (G:\Project\San\_Juan\_Unit\Participating\_Areas\rosa-unit\_dk\_pa.mxd)  
3/8/2007 -- 10:14:28 AM

Scale: 1:72,000    Projection: NAD 1983 State Plane N1M West    Author: SA  
Date: 3/7/2007

**Williams**

Exploration & Production

**Williams**

Exploration & Production

**Rosa Unit**  
Dakota Formation  
San Juan and Rio Arriba Counties, New Mexico

- Dakota Participating Area-18th Expansion
- Mineral Ownership
- Federal
- Fee
- Partially Committed
- State
- Not Committed