Form 3160-3 (July 1992)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

Budget Bureau No. 1004-0136
Expires: February 28, 1995

FORM APPROVED

5. Lease Designation and Serial No. SF-078767 APPLICATION FOR PERMIT TO DRILL OR DEEPEN 6. If Indian, Allottee or Tribe Name la Type of Work DRILL 🛛 DEEPEN [] 7. If Unit or CA, Agreement Designation b. Type of Well Rosa Unit Single Well Gas Weil Other Oil Well Well Name and No. RU-# 163 Williams Production Company 9. API Well No. 30-039*-2634* P.O. Box 3102, MS 37-2, Tulsa, OK. 74101 B 10. Field and Pool, or Explatory Area Location of Well (Footages) MAR 2000 Blanco - MV received 1740' FNL 985' FEL, SWNE 11. Sec., T., R., M., or BLK. and Survey or Area Section 24, T31N, R6W OF COM. ON proposed prod. zone rast s 12. County or Parish 13. Stete 14 Distance in Miles and Directions from Nearest Town or Post Office NM Rio Arriba 19.6 miles northeast Navajo Dam Post Office (straight line) 15. Distance from Proposed (Also to nearest drig, unit line, if any) 16.No. of Acres in Lease Location to Nearest 17.No. of Acres Assigned to This Well 223.92 acres E/2 2518.04 acres Property or Lease Line, Ft 985 20. Rotary or Cable Tools 18 Distance from Proposed Location to Nearest Well Drilling, Complete 19. Proposed Depth Rotary 6020' KB or Applied for, on this Lease, FT 194 22. Approximate Date Work will Start 21 Elevations (Show whether DF, RT, GR, etc) 6248' GR April 1, 2000 PROPOSED CASING AND CEMENTING PROGRAM SETTING DEPT QUANTITY OF CEMENT SIZE & GRADE OF CASING WEIGHT PER FOOT 36# 250 130 sx-176 cu ft Type III 12-1/4" 9-5/8 395 sx-827 cu ft Lite 175 sx-20# 3575 8-3/4" 245 Cu ft-Type III 70 sx-150-cuft 110 sx-242cuft 3475' - 6020' 4-1/2" 10.5# 6-1/4" Lite HS 65/35

Williams Exploration & Production proposes to drill a vertical well to develop the Mesa Verde Formation at the above described location, in accordance with the attached Operation and Surface Use plans. The surface is under the jurisdiction of the New Mexico Game & Fish Department. Moore Anthropological Research of Aztec, NM, has surveyed the proposed location for Cultural Resources. The report has been submitted to your office for review.

This APD also is serving as an application to obtain BLM road and pipeline rights-of-way. This well will require the construction of a 400-foot new access road (see Pipeline & Well Plats #3 and #4). The access road will begin at an existing gas road. The proposed 194-foot long pipeline would tie into the Williams Gathering System on the Rosa Unit Well #116 (see the attached Pipeline Plat Map #4).

ORGINING OFFICENS ASTRONICATIONS ASSETS ARE

This conton is subject to testating out procedural cruises pursuant to 48 CFR \$165.5 and appeal pursuant to 43 CFR \$165.4.

PRILING OPERATIONS AUTHORIZED ARE SUBJECT TO COMPLIANCE WITH ATTACHED "GENERAL REQUIREMENTS"

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District I PO Box 1980, Hobbs, NM 88241-1980

District II PO Drawer DO, Artasia, NM 88211-0719

District III 1000 Rio Brazos Rd., Aztec, NA 87410

District IV PO Box 2088, Santa Fe. NM 87504-2088

223.92 E/2

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised February 21, 1994 Instructions on back

Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

PHOE U4

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

NUE SURVEYS

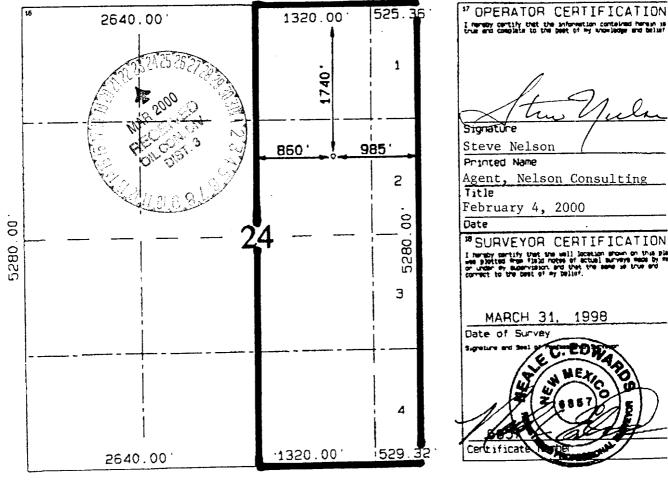
AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

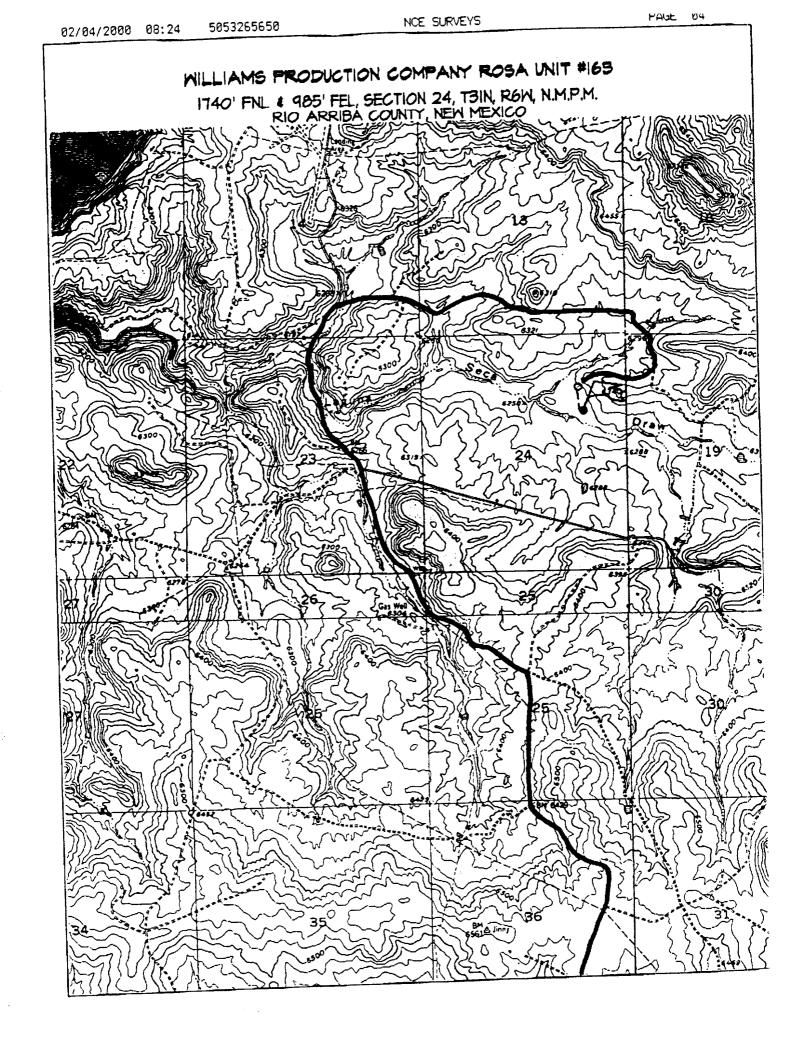
API Number		*Pool Code	Pool Name	
30.039-26	6345	72319	Blanco - MV	
Property Code	1	Property Name		
17033	ROSA UNIT			163
OGRIO No.	*Operator Name *Elevation			"Elevation
120782		WILLIAMS N	PRODUCTION COMPANY	6248

10 Surface Location North/South Jane East/Meet line Lot Ion Feet from the UL or lot no Sect to RIO NORTH EAST 985 24 31N 6W 1740 G ARRIBA 11 Bottom Hole Location If Different From Surface County LPC ION Feet from the LL or lot no Decicated Acres M Coreolidation Code Jours or Infill

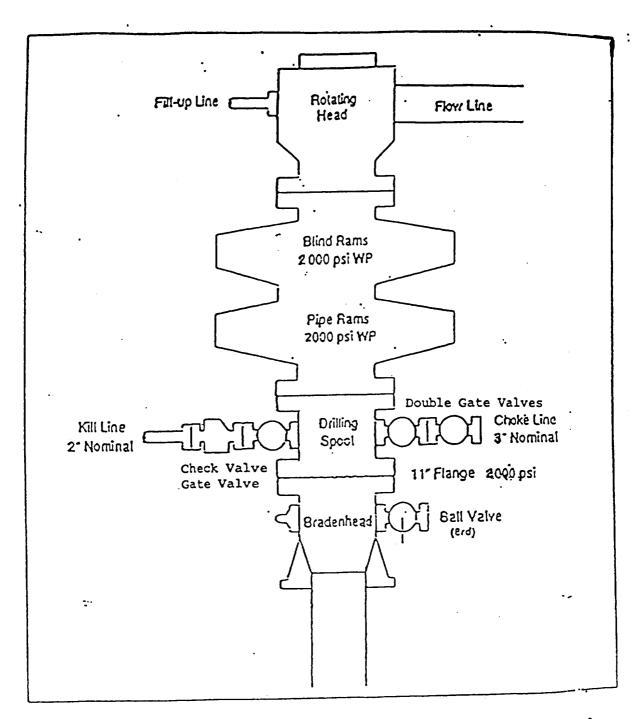
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



I nameby contify that the information contained herein is true and complete to the post of my whomledge and belief Agent, Nelson Consulting February 4, 2000 "SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from this notes of actual surveys mode by me or under my appreciation and that the same is true and correct to the best of my belief. MARCH 31, 1998



BOR STACK ARRANGEMENT



All ram type preventers and related equipment will be hydraulically tested at nipple-up and after any use under pressure to 1500 psi. The blind rams will be hydraulically activated and checked for operational readiness each time pipe is pulled out of the hole. All checks of the BOP stack and equipment will be noted on the daily drilling report. The BOP equipment will include a kelly cock with handle, floor safety valve with change overs for each tool joint in the string, and choke manifold all rated to 2000 psi.