



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Betty Rivera

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

September 6, 2002

Mr. Vern Hansen
Williams Production Co. LLC
1 Williams Center
PO Box 3102, MS 25-1
Tulsa, OK 74172

Dear Mr. Hansen:

After our conversation on September 3rd concerning non-standard proration units defined by NM OCD order R-2046, I checked completions of the Basin Dakota Pool in the sections forming the east side of T31N, R6W. There are five wells in those sections that are out of compliance with R-2046 (see list below).

Rosa Unit #149B in E, Sec 12, T31N, R6W, API# 30-039-26599
" " # 30B in N, Sec 12, T31N, R6W, API# 30-039-26601
" " # 30 in O, Sec 12, T31N, R6W, API# 30-039-25570
" " #125E in B, Sec 13, T31N, R6W, API# 30-039-25526
" " #116 in A, Sec 24, T31N, R6W, API# 30-039-23484

These wells must be brought into compliance with R-2046, or a hearing must be held to modify the R-2046 gas proration units involved.

Thank you for your attention on this matter.

Sincerely,

Steven N. Hayden
Geologist, District III
shayden@state.nm.us

SNH/mk

cc: Mike Turnbaugh, Williams Production Co. LLC
John Thompson, Walsh Engineering
Well files