

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor **Betty Rivera** Cabinet Secretary

April 5, 2002

Lori Wrotenbery Director Oil Conservation Division

Williams Production Company, L.L.C.

Walsh Engineering & Production Corp.

7415 East Main

Farmington, New Mexico 87402

Attention:

John C. Thompson

Re:

Three administrative applications for unorthodox gas well locations in the Basin-Dakota Pool: (i) Rosa Unit Well No. 165-C (pKRV0-208654587); (ii) Rosa Unit Well No. 85-B 30-3/N-Sh (pKRV0-208654279); and (iii) Rosa Unit Well No. 156-B (pKRV0-208654046).

Dear Mr. Thompson:

Recently the Basin-Dakota Pool rules were amended to include provisions for easier authorization for some wells in Unitized areas. These three applications contained insufficient data for me to determine rather they can be authorized at the District level or will require notification and approval through this office. Please refer to your latest Dakota participation map to see if you qualify under II.B (2) C or to include additional information as to the acreage immediately surrounding the spacing unit and provide notice to all interest in the Unitized interval and any owners of noncommitted tracts. I have attached a copy of Division Order No. R-10987-B (2) issued on January 29, 2002.

I am withdrawing these applications and returning them to you at this time.

Should you have any questions or comments concerning this matter, please contact Steve Hayden in Aztec at (505) 33406178 or me in Santa Fe at (505) 476-3465.

Sincerely,

Michael E. Stogner

Chief Hearing Officer/Engineer

LW/MES/kv

New Mexico Oil-Gonservation Division - Aztec cc:

Kathy Valdes, NMOCD - Santa Fe

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] Application Acronyms: [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [SWD-Salt Water Disposal] [IPI-injection Pressure increase] [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response] TYPE OF APPLICATION - Check Those Which Apply for [A] [1] Location - Spacing Unit - Simultaneous Dedication [A] NSL □ NSP □ SD MAR 2 5 200 Check One Only for [B] or [C] Commingling - Storage - Measurement □ DHČ □ CTB □ PLC □ PC □ OLS □ OLM IB1 Injection - Disposal - Pressure Increase - Enhanced Oil Recovery ☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR Other: Specify ID) NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply Working, Royalty or Overriding Royalty Interest Owners [2] [A] Offset Operators, Leaseholders or Surface Owner B Application is One Which Requires Published Legal Notice [C] Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office D) For all of the above, Proof of Notification or Publication is Attached, and/or, (E) Waivers are Attached [F] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE [3] OF APPLICATION INDICATED ABOVE. CERTIFICATION: I hereby certify that the information submitted with this application for administrative approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division. Note: Statement must be completed by an individual with managerial and/or supervisory capacity. ENGINEER / ACREET 3/24/02

Title

Date

WALSLE O Cyberner. Com
e-mail Address Signature



WALSH

ENGINEERING & PRODUCTION CORP.

Petroleum Engineering Consulting Lease Management Contract Pumping 7415 East Main Farmington, New Mexico 87402 (505) 327-4892 • Fax: (505) 327-9834

Ms. Lori Wrotenbery
New Mexico Oil Conservation Division
1220 South Saint Francis Drive
Santa Fe, NM 87505

MAR 2 5 11.1

March 22, 2002

Re: Request for Administrative approval for Non-Standard Dakota Location Rosa Unit 156B (Sec 9/T31N/R6W, 1660' fsl & 2625' fel, San Juan County, New Mexico)

Dear Ms. Wrotenbery,

Williams Production Company, LLC is requesting an administrative approval to construct the Rosa 156B as a dual Mesaverde/Dakota with the Dakota being non-standard. Williams has filed for an APD for a dual Dakota/Mesaverde well with the Bureau of Land Management (Farmington Field Office).

Williams intends to make the well a dual well thereby capturing the reserves from the Dakota with a single well bore. Originally, the surface location was picked by considering drainage from the offset Mesaverde wells and topography/archeology constraints. In this case, Williams picked their surface location in an attempt to minimize Mesaverde drainage interference with offset wells.

Therefore, the reasons for requesting administrative approval for a non-standard location are:

 The current location was picked by splitting the difference between the Rosa 180 to the southwest and the Rosa 156A to the east. (see attached map showing drainage patterns).

 By itself, the Dakota (in this area) is at best very marginal economically and a dual completion helps capture additional reserves from the Dakota that otherwise would not be able to be economically developed.

3. Utilizing a single well bore for a dual completion would also negate the need for additional disturbance of another well, ie. well pad, road, pipeline ROW, etc.

As the Unit Operator of the Rosa Unit, Williams Production Company, LLC is the *only* offset operator, thereby this proposed non-standard location would not affect any other operators.

Please find attached a drilling plat with topographical map showing location, drainage map and a portion of the unit map showing where the well is located within the unit.

If you have any questions or concerns, please feel free to contact me anytime.

John C. Thompson

Engineer

c:wpx/nsdk156b

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

District II PO Drawer DD, Artesia, NM 88211-0719

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

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

'API Number

State of New Mexico

Energy, Minerals & Natural Resources Departmen

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088 Form C-102
Revised February 21, 1994
Instructions on back
Submit to Appropriate District Office
State Lease – 4 Copies
Fee Lease – 3 Copies

AMENDED REPORT

Pool Name

Blanco Mesaverde - Basin Dakota

Certificate Number

15269

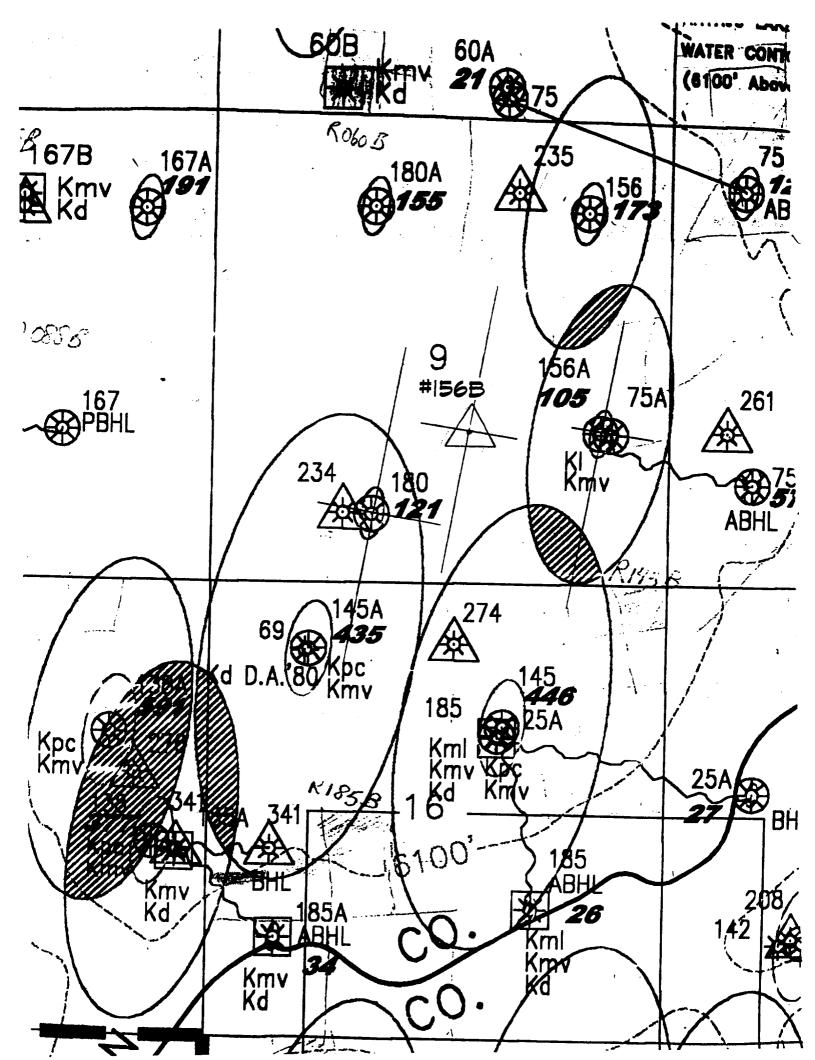
WELL LOCATION AND ACREAGE DEDICATION PLAT

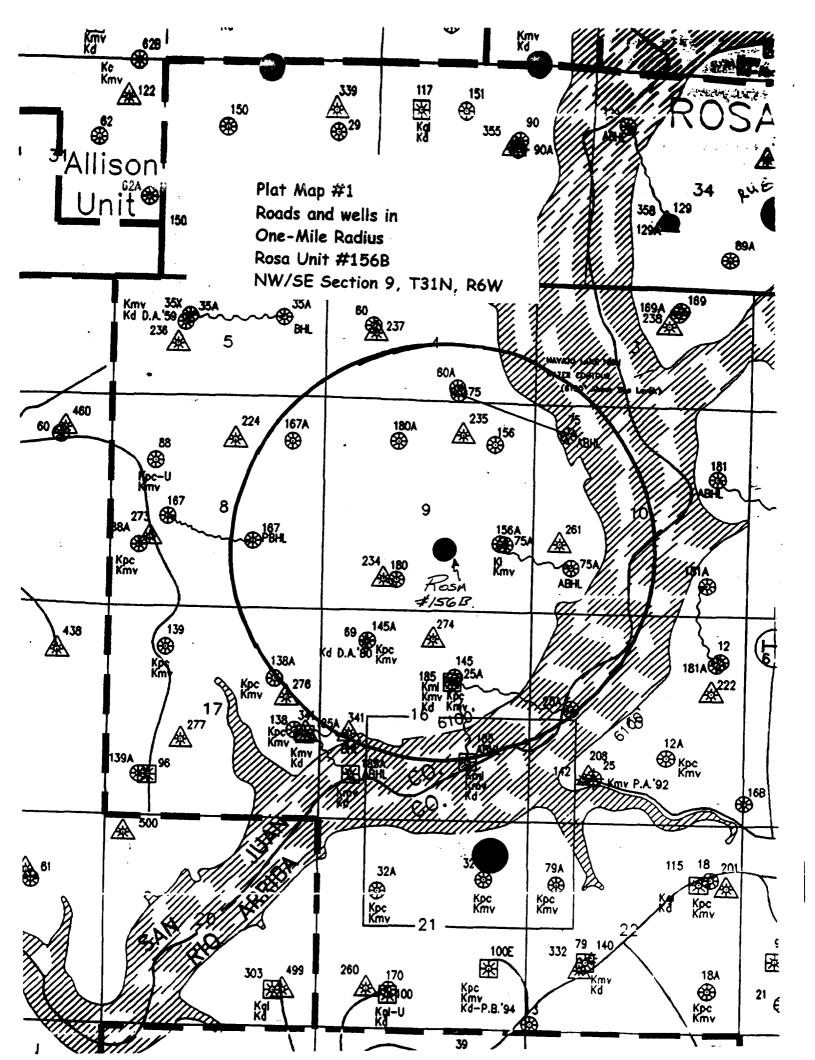
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72319 - 71599

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WILLIAMS PRODUCTION COMPANY ROSANIT #1568 2625' FEL, SECTION 9, T3IN, R6A, N.M.P.M. SAN JUAN COUNTY, NEW MEXICO 1660' FSL





ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

ADMINISTRATIVE APPLICATION CHECKEIO!
THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE
Application Acronyms: [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] [NSL-Non-Standard Location] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] [DHC-Downhole Commingling] [CTB-Lease Storage] [OLM-Off-Lease Measurement] [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [WFX-Waterflood Expansion] [PMX-Pressure Increase] [SWD-Sait Water Disposal] [IPI-Injection Pressure Increase] [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]
[1] TYPE OF APPLICATION - Check Those Which Apply for [A] [A] Location - Spacing Unit - Simultaneous Dedication [A] NSL NSP SD
Check One Only for [B] or [C] [B] Commingling - Storage - Measurement DHC CIB PLC PC OLS OLM
[C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery WFX PMX SWD PII EOR PPR
[D] Other: Specify
[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply [A] Working, Royalty or Overriding Royalty Interest Owners
[B] Offset Operators, Leaseholders or Surface Owner
[C] Application is One Which Requires Published Legal Notice
[D] Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
[E] For all of the above, Proof of Notification or Publication is Attached, and/or,
[F] Waivers are Attached
[3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.
[4] CERTIFICATION: I hereby certify that the information submitted with this application for administrative approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division.
Note: Statement must be completed by an Individual with managerial and/or supervisory capacity.
Print or Type Name Signature Signature ENGINEER AGENT 3/22/02 Title Wanshz ecybe-perticular
e-mail Address





ENGINEERING & PRODUCTION CORP.

Petroleum Engineering Consulting Lease Management

Pontract Pumping

7415 East Main
Farmington, New Mexico 87402
(505) 327-4892 • Fax: (505) 327-9834

Ms. Lori Wrotenbery New Mexico Oil Conservation Division 1220 South Saint Francis Drive Santa Fe, NM 87505 MAR 2 6 2002

March 25, 2002

Re: Request for Administrative approval for Non-Standard Dakota Location Rosa Unit 165C (Sec25/T31N/R6W, 1760' fnl & 1735' fel, Rio Arriba, New Mexico)

Dear Ms. Wrotenbery,

Williams Production Company, LLC is requesting an administrative approval to construct the Rosa 165C as a dual Mesaverde/Dakota with the Dakota being non-standard. Williams has filed for an APD for a dual Dakota/Mesaverde well with the Bureau of Land Management (Farmington Field Office).

Williams intends to make the well a dual well thereby capturing the reserves from the Dakota with a single well bore. Originally, the surface location was picked by considering drainage from the offset Mesaverde wells and topography/archeology constraints. In this case, Williams picked their surface location in an attempt to minimize Mesaverde drainage interference with offset wells.

Therefore, the reasons for requesting administrative approval for a non-standard location are:

- The current location was picked by splitting the difference between the Rosa 165 to the west and
 the Rosa 165A to the east. Consideration was also given to possible future drainage interference
 with the Rosa 160A to the southwest and the Rosa 160 to the southeast. (see attached map
 showing drainage patterns). Also, note that the east half of section 25 is not a full 320 acres.
- By itself, the Dakota (in this area) is at best very marginal economically and a dual completion helps capture additional reserves from the Dakota that otherwise would not be able to be economically developed.
- 3. Utilizing a single well bore for a dual completion would also negate the need for additional disturbance of another well, ie. well pad, road, pipeline ROW, etc.

As the Unit Operator of the Rosa Unit, Williams Production Company, LLC is the *only* offset operator, thereby this proposed non-standard location would not affect any other operators.

Please find attached a drilling plat with topographical map showing location, drainage map and a portion of the unit map showing where the well is located within the unit.

If you have any questions or concerns, please feel free to contact me anytime.

Sincerely

John C. Thompson

Engineer

c:wpx/nsdk165C

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

State of New Mexico Energy, Minerals & Natural Resources Department

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

AMENDED REPORT

Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

District II PO Drawer DD, Artesia, NM 88211-0719

1000 R10 Brazos Rd., Aztec. NM 87410

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

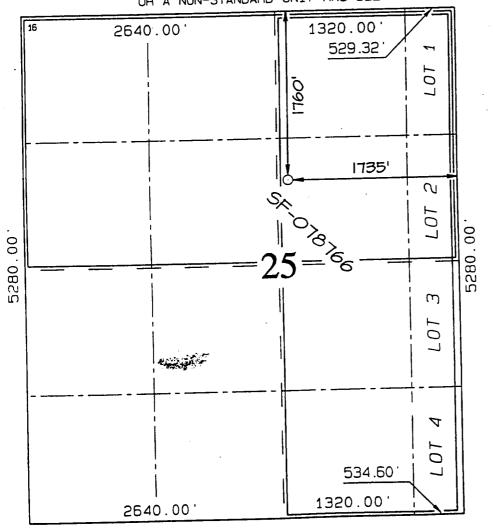
OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT

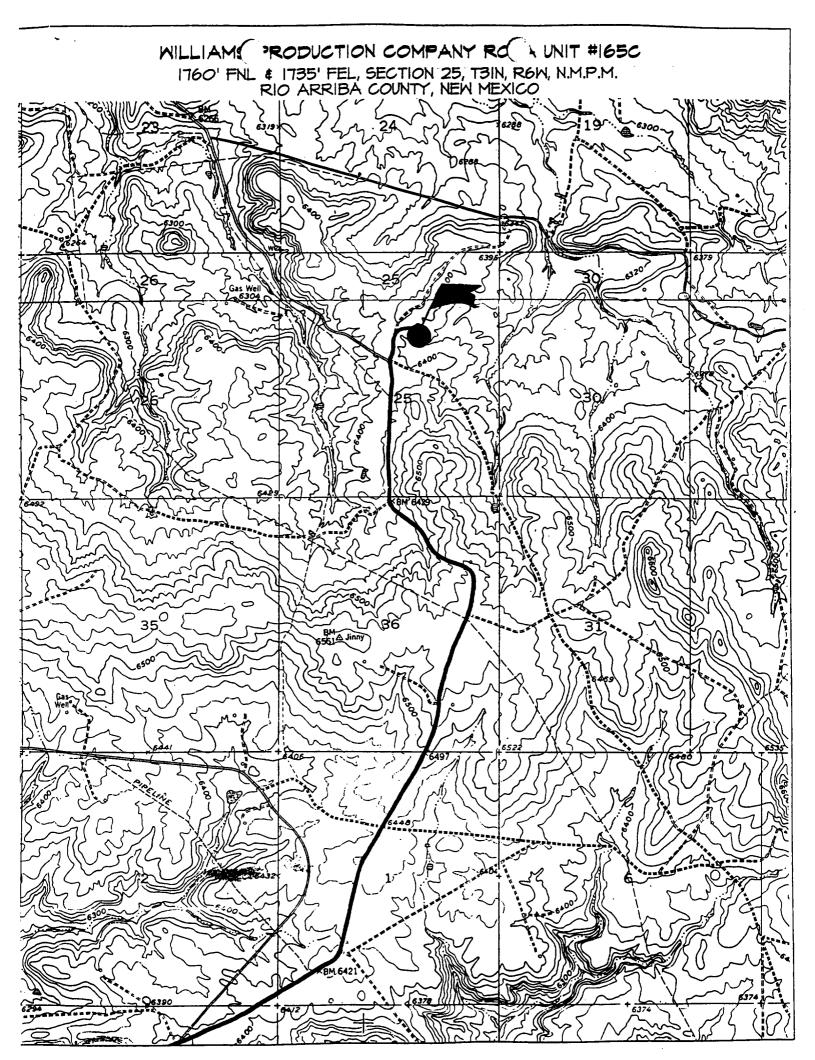
'API Number	*Pool Code 72319 / 71599	Pool Name Blanco Mesaverde / Basin Dako	sin Dakota		
'Property Code	Propert ROSA	UNIT	ell Number 165C		
'0GRID No. 120782	*Operato WILLIAMS PRODU	r Name	Elevation 6399 '		

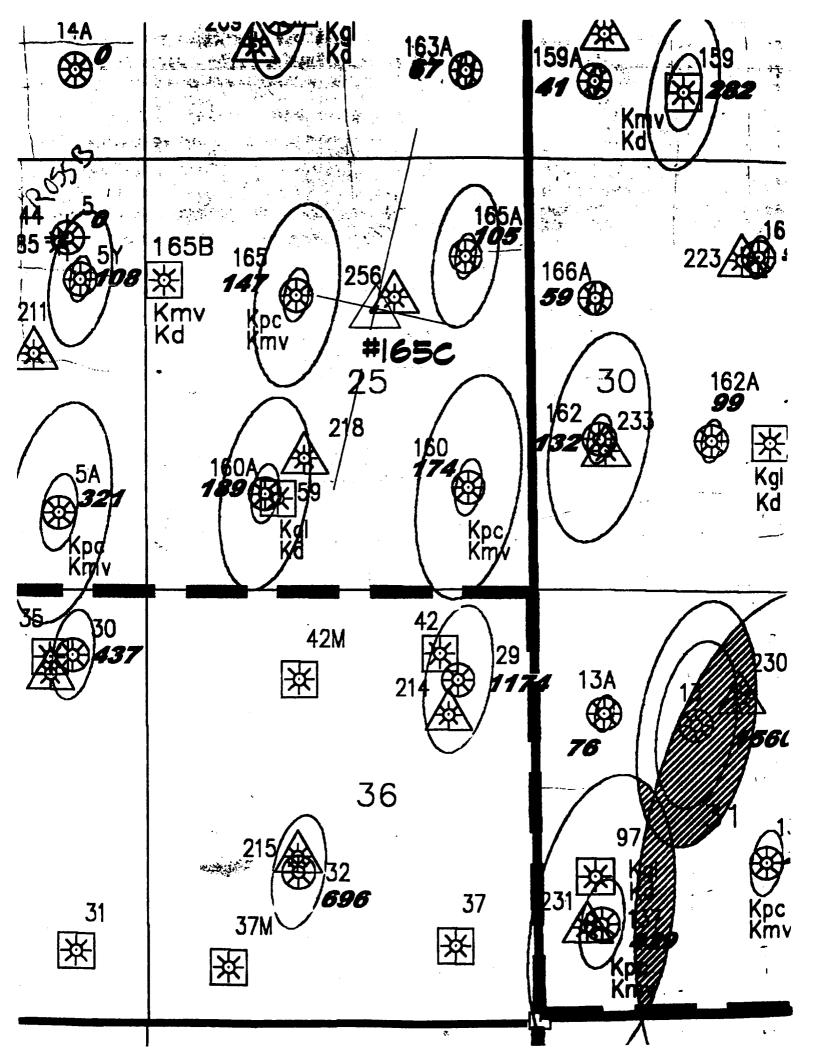
10 Surface Location East/West line North/South line Feet from the Feet from the Lot Idn RIO Sect 101 UL or lot no. 1735 EAST NORTH 1760 ARRIBA 31N 6W 25 G From Surface Different Location -- 11 Bottom Hole County North/South line Feet from the East/West line Feet from the Lot Ion Township UL or lot no. Section 14 Consolidation Code ⁵⁵ Order No. 13 Joint or Infill 12 Dedicated Acres 272.16 Acres - N/2 (MV) 224.48 Acres - E/2 (DK)

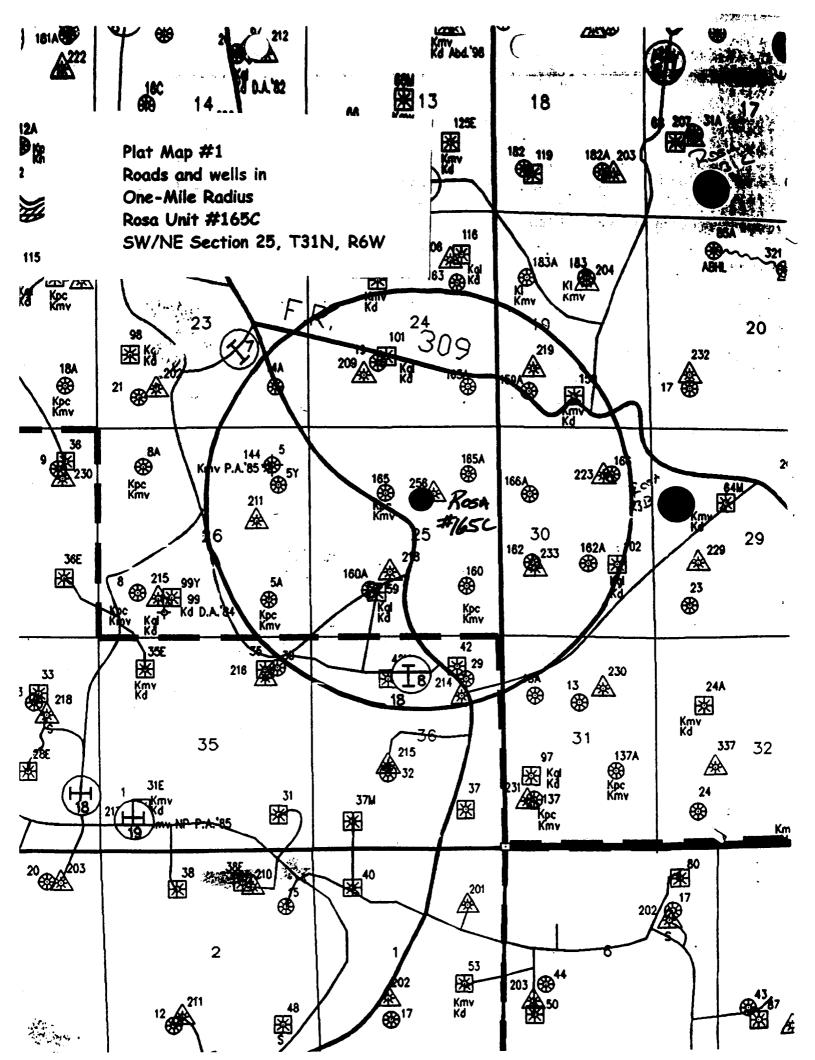
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE



HE DIVISION
OPERATOR CERTIFICATION I hereby certify that the information contained hepein is true and complete to the best of my knowledge and Delief
Signature
John C. Thompson
Printed Name
Agent
Title
3/25/02
Date
In SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Survey Date: FEBRUARY 28, 2002 Signature and Seal of Professional Surveyor
PESTON C. EDWARDS MEXICO SECURITION MEXICO SECURITION MEXICO MEX
JASON C. EDWARDS Certificate Number 15269







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NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

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[1]	[A]	PLICATION - Check Those Which Apply for [A] Location - Spacing Unit - Simultaneous Dedication NSL NSP SD On the for FRI and Columns NSP SD
	Check [B]	One Only for [B] or [C] Commingling - Storage - Measurement DHC CTB PLC PC OLS OLM
	[C]	Injection - Disposal - Pressure Increase - Enhanced Oil Recovery WFX PMX SWD IPI EOR PPR
	[D]	Other: Specify
[2]	NOTIFICAT [A]	ION REQUIRED TO: - Check Those Which Apply, or Does Not Apply Working, Royalty or Overriding Royalty Interest Owners
	[B]	Offset Operators, Leaseholders or Surface Owner
	[C]	Application is One Which Requires Published Legal Notice
	[D]	Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
	[E]	For all of the above, Proof of Notification or Publication is Attached, and/or,
	[F]	Waivers are Attached
[3]	SUBMIT AC	CURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE ATION INDICATED ABOVE.
[4] approv	l is seconnote o	TION: I hereby certify that the information submitted with this application for administrative and complete to the best of my knowledge. I also understand that no action will be taken on this quired information and notifications are submitted to the Division.
••		Statement must be completed by an individual with managerial and/or supervisory capacity.
Jo Print o	hu C. Tho Type Name	Title WALSH 2 @ Cyberpurt. com
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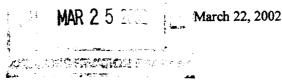


ENGINEERING & PRODUCTION CORP.

Petroleum Engineering Consulting Lease Management Contract Pumping

7415 East Main Farmington, New Mexico 87402 (505) 327-4892 • Fax: (505) 327-9834

Ms. Lori Wrotenbery New Mexico Oil Conservation Division 1220 South Saint Francis Drive Santa Fe, NM 87505



Re: Request for Administrative approval for Non-Standard Dakota Location Rosa Unit 85B (Sec 20/T31N/R5W, 10' fnl & 10' fwl, Rio Arriba County, New Mexico)

Dear Ms. Wrotenbery,

Williams Production Company is requesting an administrative approval to construct the Rosa 85B as a dual Mesaverde/Dakota with the Dakota being non-standard. Williams has filed for an APD for a dual Dakota/Mesaverde well with the Bureau of Land Management (Farmington Field Office).

Williams intends to make the well a dual well thereby capturing the reserves from the Dakota with a single well bore. Originally, the surface location was picked by considering drainage from the offset Mesaverde wells and topography constraints. In this case, Williams would be unable to move the location any further to the south and east because of a narrow but very steep mesa that runs northwest/southeast through most of section 20.

Therefore, the reasons for requesting administrative approval for a non-standard location are:

1. Topography (mesa that runs northwest & southeast through section 20) - see topo map.

2. By itself, the Dakota (in this area) is at best very marginal economically and a dual completion helps capture additional reserves from the Dakota that otherwise would not be able to be economically developed.

3. Utilizing a single well bore for a dual completion would also negate the need for additional

disturbance of another well, ie. well pad, road, pipeline ROW, etc.

As the Unit Operator of the Rosa Unit, Williams Production is the only offset operator, thereby this proposed non-standard location would not affect any other operators.

Please find attached a drilling plat with topographical map showing location, and a portion of the unit map showing where the well is located within the unit.

If you have any questions or concerns, please feel free to contact me anytime.

John C. Thompson

Engineer

c:wpx/nsdk85b

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

District II PO Drawer DD, Artesia, NM 88211-0719

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

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

State of New Mexico Energy, Minerals & Natural Resources Department

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

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> SON C. EDWARDS SEN MEXICO

> > 15269

PEGISTER PROFESSIONAL

Certificate Number

AMENDED REPORT

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'API Numbe	1	001 Code 9 - 71599		'Pool Name Blanco Mesaverde – Basin Dakota						
'Property Code 17033				Property OSA L	ty Name UNIT				Well Number 85B	
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120782 WILLIAMS PRODUCTION COMPANY 5415.										
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UL or lot no. Section	11 Bot		le Locati		Different North/South line		OM SURf	ace East/Nes	it line	County
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WILLIAMS PRODUCTION COMPANY ROSA UNIT #85B 10' FNL 10' FWL, SECTION 20, T3IN, R5W, T.M.P.M. RIO ARRIBA COUNTY, NEW MEXICO 6200

