2/0/1	abel	
DATEN 3/8/04	SUSPENSE 3/29/04	ENGINEER

LOOGED N M S

USL NON. 408629222

ABOVE THIS LINE FOR DIVISION USE ONLY



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



ADMINISTRATIVE APPLICATION CHECKLIST

		NDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE
Applic	[DHC-Dowr [PC-Po	adard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] hole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] of Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase] [fied Enhanced Oil Recovery Certification] [PPR-Positive Production Response]
[1]	TYPE OF AP [A]	PLICATION - Check Those Which Apply for [A] Location - Spacing Unit - Simultaneous Dedication
	· · · · · ·	One Only for [B] or [C] Commingling - Storage - Measurement DHC CTB PLC PC OLS OLM
	[C]	Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
	[D]	Other: Specify
[2]	NOTIFICATI [A]	Commingling - Storage - Measurement DHC CTB PLC PC OLS OLM Injection - Disposal - Pressure Increase - Enhanced Oil Recovery WFX PMX SWD IPI EOR PPR Other: Specify ON REQUIRED TO: - Check Those Which Apply, or Does Not Apply of Does Not Apply
	[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]		CURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE TION 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.

ohn C. Thompson GENT Signature Print or Type Name Title IN CWALSHENG. NE

e-mail Address

March 1, 2004

Mr. Michael Stogner New Mexico Oil Conservation Division 1220 South Saint Francis Drive Santa Fe, NM 87505

Re: Request for Administrative approval for Non-Standard Dakota & Mesaverde Location for the Rosa Unit 153B (Sec 17/T31N/R5W, 2620' fsl & 545' fwl, Rio Arriba County, New Mexico)

Dear Mr. Stogner,

Williams Production Company is requesting an administrative approval to construct the Rosa 153B as a dual Mesaverde/Dakota with the Dakota and the Mesaverde being non-standard. Williams has filed for an APD for a dual Dakota/Mesaverde well from the Bureau of Land Management (BLM) – Farmington Field Office.

Originally, the location was picked by considering drainage from the offset Mesaverde wells and topography/archeology constraints. In this case, Williams picked their 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:

- 1. The current location was picked by considering the Rosa 153A to the north and the Rosa 153 to the southwest. (see attached map showing drainage patterns).
- 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.

The proposed Rosa 153B is not located within the boundaries of the existing Dakota and Mesaverde Participating Area. However, all of the adjacent acreage that is being encroached upon is committed to the Rosa Unit. In support of this application, please find included a signed waiver from the offset Lessee. As the Unit Operator of the Rosa Unit, Williams Production Company, LLC is the only offset operator that is being encroached upon, 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.

Sincere

John C. Thompson Engineer

c:wpx/nsdk153B

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

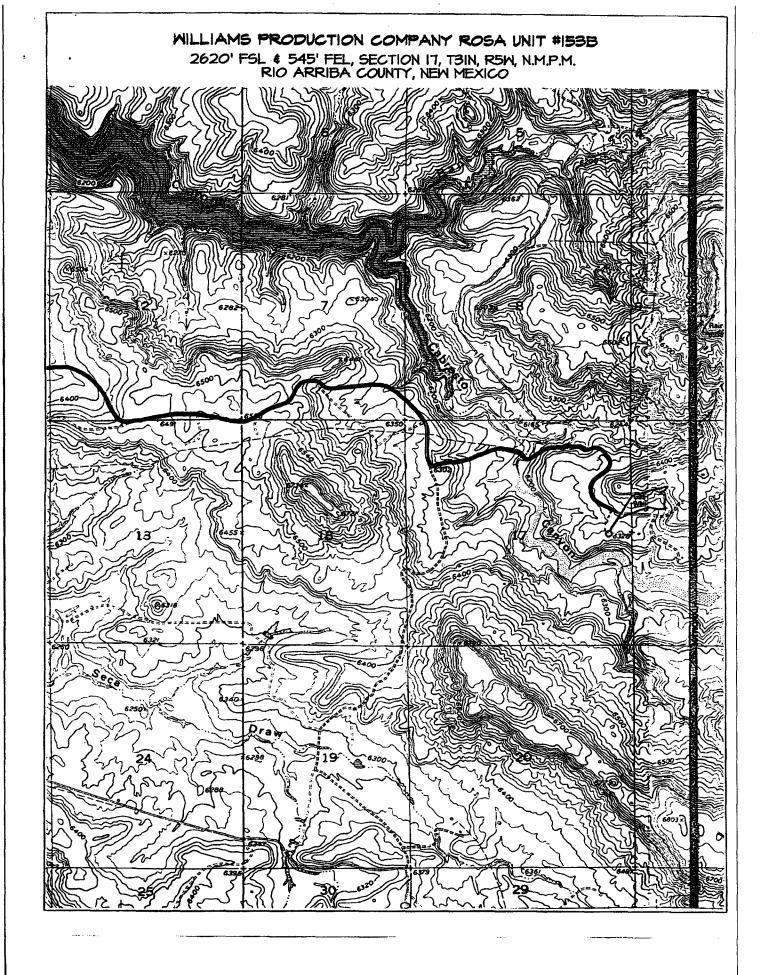
State of New Mexico Energy, Minerals & Natural Resources Department

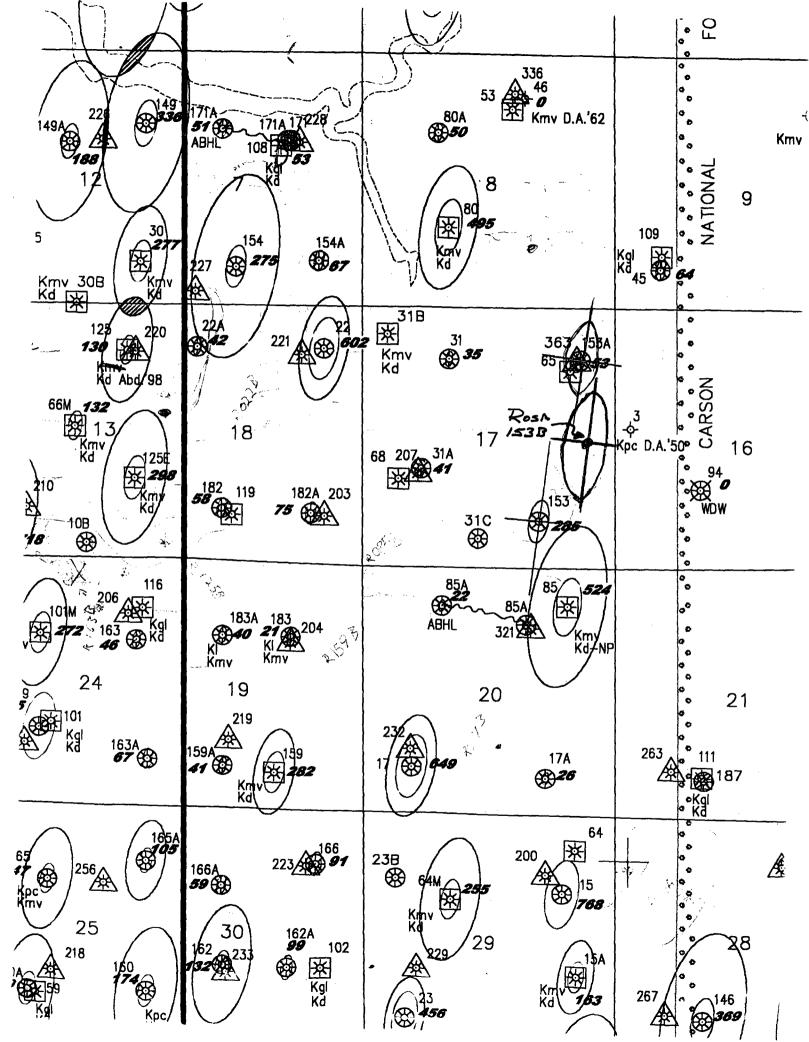
OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

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

WELL LOCATION AND ACREAGE DEDICATION PLAT Pool Name API Number *Pool Code 72319 / 71599 BLANCO MESAVERDE / BASIN DAKOTA Property Code Property Name Well Number ROSA UNIT 17033 153B OGRID No. *Operator Name *Elevation 120782 WILLIAMS PRODUCTION COMPANY. 6323 ¹⁰ Surface Location UL or lot no. Section Lot Idn Feet from the North/South line East/West lune Transminin Renoe Feet from the County RIO 5W 2620 SOUTH 545 EAST Ι 17 31N ARRIBA ¹¹Bottom Hole Location If Different From Surface UL or lot no. Sect ion North/South line County TOWNEDID Lot Ide Feet from the Feet from the East/West line ¹³Joint or Infill ¹² Dedicated Acres ⁵⁴ Consolidation Code ¹⁵ Order No. 320.0 Acres - (E/2) 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 16 OPERATOR CERTIFICATION 5276.04 hereby certify that the information Intained herein is tous and complete the best of my knowledge and belief contained to **Bignature** $\boldsymbol{\mathcal{C}}$ mlan Printed Name Engine Title o SF-078769 Date 8 ¹⁸SURVEYOR CERTIFICATION B I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or und my supervision, and that the same is true and correct to the best of my belief. 5280.0C ល 545 Revised: FEBRUARY 7, 2004 Date of Survey: JUNE 5, 2002 Signature and Seal of Professional Surveyor SON C. EDWARD SEN METIC 15269 Ê 볎 States. 620 ARTESSION 1Son (EDWARDS 5284.62 Certificate Number 15269 Standard 640-acre Section





.

2813667099

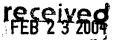
T-819 P.009/012 F-643



February 20, 2004

Williams Production Company,LLC One Williams Center P.O. Box 3102 Tulsa, Oklahoma 74101 918/573-6169

BP America Production Company Attn: Bryan G. Anderson 501 Westlake Park Blvd. (77079) P.O. Box 3092 Houston, TX 77253-3092 SMUD Attn: Barry Brunelle P. O. Box 15830 Sacramento, CA 95852-1830



Re: Non-Standard Location Waiver Proposed Rosa Unit #153B Mesaverde/Dakota Formation Well 2620' FSL & 545' FEL E/2 Sec. 17, T31N, R5W Rio Arriba County, New Mexico

Gentlemen:

William Production Company, as Rosa Unit Operator, plans to drill the Rosa Unit #153B Mesaverde/Dakota formation well to be located 2620' FSL and 545' FEL of Sec. 17, T31N, R5W (E/2 dedication). The proposed location constitutes a Non-Standard location for production from the Mesaverde and Dakota formations under the rules and regulations of the New Mexico Oil Conservation Commission.

Williams Production respectfully requests that you as the Offsetting Lessees in the Mesaverde and Dakota formations waive any and all objections to the Non-Standard location of the Rosa Unit #153B well by signing a copy of this letter in the space below and returning this waiver to the undersigned at your earliest convenience.

Sincerely,

Vern Hansen

M. Vern Hansen Staff Landman

Enclosure

•

 Non-Standard Location Waiver Rose Unit #153B Page Two 2/20/04

Rosa Unit #153B Mesaverde/Dakota formation well Non-Standard location waiver approved:

Compan	y: BP AMERICA PRODUCTION CO.
Ву:	Bupn & anderson
Date:	FEB 2 4 2004

. . .



Williams Production Company,LLC One Williams Center P.O. Box 3102 Tulsa, Oklahoma 74101 918/573-6169

BP America Production Company Attn: Bryan G. Anderson 501 Westlake Park Blvd. (77079) P.O. Box 3092

Houston, TX 77253-3092

SMUD Attn: Barry Brunelle P. O. Box 15830 Sacramento, CA 95852-1830

Re: Non-Standard Location Waiver Proposed Rosa Unit #153B Mesaverde/Dakota Formation Well 2620' FSL & 545' FEL E/2 Sec. 17, T31N, R5W Rio Arriba County, New Mexico

Gentlemen:

William Production Company, as Rosa Unit Operator, plans to drill the Rosa Unit #153B Mesaverde/Dakota formation well to be located 2620' FSL and 545' FEL of Sec. 17, T31N, R5W (E/2 dedication). The proposed location constitutes a Non-Standard location for production from the Mesaverde and Dakota formations under the rules and regulations of the New Mexico Oil Conservation Commission.

February 20, 2004

Williams Production respectfully requests that you as the Offsetting Lessees in the Mesaverde and Dakota formations waive any and all objections to the Non-Standard location of the Rosa Unit #153B well by signing a copy of this letter in the space below and returning this waiver to the undersigned at your earliest convenience.

Sincerely

M. Vern Hansen Staff Landman

Enclosure

Non-Standard Location Waiver Rose Unit #153B Page Two 2/20/04

Rosa Unit #153B Mesaverde/Dakota formation well Non-Standard location waiver approved:

SMUS Company: By: 5 3 34 l Date:



-10



ENGINEERING & PRODUCTION CORP.

Petroleum Engineering Consulting Lease Management Contract Pumping

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

Mr. Michael Stogner New Mexico Oil Conservation Division 1220 South Saint Francis Drive Santa Fe, NM 87505

RECEIV MAR 8 2004 ch 1, 2004

Santa Fe, NM 87505 Santa Fe, NM 87505 Oil Conservation Division Satisfies Division

Dear Mr. Stogner,

Williams Production Company is requesting an administrative approval to construct the following wells in non-standard locations for primarily drainage and topography issues.

Rosa 23C Rosa 26C Rosa 88B Rosa 146A Rosa 153B Rosa 184B

Please find enclosed individual applications as well as the "latest" maps showing the participating areas for the Mesaverde and Dakota formations within the Rosa Unit.

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

Sincerely,

John C. Thompson Engineer

cc: Steve Hyden – NMOCD Aztec Larry Higgins - WPX

Stogner, Michael

From: John Thompson [john@walsheng.net]

Sent: Monday, March 01, 2004 10:39 AM

To: Stogner, Michael

Subject: NSL

Mr. Stogner,

Just wanted to give you a heads up on some NSL's that Williams Production wants to apply for (I'm sure just what you wanted to hear). Actually, I quit working for them last year but I guess they couldn't find anybody else to do the paperwork!

On the list of wells that they have given me, it looks like they are mostly NSL because of drainage or topo (or both).

I do have one question that I need help with. In the Mesaverde pool, if the well (a Mesaverde well) is located outside the Participating Area but within the boundries of the Federal Unit do the setback requirements change back to 660' or are they still 10'?

Talk to you soon, hope all is well.

Thanks, John Thompson Walsh Engineering & Production

This email has been scanned by the MessageLabs Email Security System. For more information please visit http://www.messagelabs.com/email

