

BEFORE THE OIL AND GAS CONSERVATION COMMISSION
OF THE STATE OF COLORADO

IN THE MATTER OF THE APPLICATION OF
WILLIAMS PRODUCTION RMT COMPANY FOR
AN ORDER ESTABLISHING WELL LOCATION
AND SETBACK RULES FOR THE DRILLING OF
WILLIAMS FORK FORMATION WELLS ON
CERTAIN DESCRIBED LANDS IN THE TRAIL
RIDGE AREA, GARFIELD COUNTY, COLORADO

CAUSE NO.

DOCKET NO.

APPLICATION

COMES NOW Williams Production RMT Company ("Applicant"), a Delaware corporation, by its attorneys, Poulson, Odell and Peterson, LLC, and makes application to the Oil and Gas Conservation Commission of the State of Colorado for an order establishing well location and setback rules applicable to the drilling and producing of wells from the Williams Fork Formation of the Mesaverde Group underlying certain described lands in the Trail Ridge area, Garfield County, Colorado and in support of its application states and alleges as follows:

1. That Applicant is a corporation duly authorized to conduct business in the State of Colorado.

2. That Applicant owns a leasehold interest in all or a portion of the following described lands (hereinafter "Application Lands"):

Township 5 South, Range 97 West, 6th P.M.

Section 1: All

Section 2: E/2

Section 3: All

Section 4: N/2

Section 5: N/2

Section 10: All

Section 11: All

Section 12: All

Section 13: All

Section 14: All

Section 15: All

Section 16: S/2

Section 17: W/2

Section 19: S/2

Section 20: All
 Section 21: All
 Section 22: All
 Section 23: E/2
 Section 24: E/2
 Section 25: All
 Section 26: All
 Section 27: All
 Section 28: SW/4
 Section 29: W/2
 Section 30: All
 Section 31: N/2
 Section 32: All
 Section 33: All
 Section 34: All
 Section 35: All
 Section 36: All

Township 5 South, Range 98 West, 6th P.M.

Section 1: All
 Section 2: All
 Section 3: Lots 5-8, S/2NE/4, SE/4NW/4, E/2SW/4NW/4, NW/4SW/4NW/4, N/2SW/4SW/4NW/4, N/2S/2SW/4SW/4NW/4, E/2SW/4, E/2W/2SW/4, SE/4
 Section 4: Lots 5, 6, 9, SE/4NE/4, NE/4SW/4NE/4, N/2SE/4SW/4NE/4, N/2S/2SE/4SW/4NE/4
 Section 10: Lots 4, 5, SE/4
 Section 12: All
 Section 13: N/2N/2, a portion of Tract 68 being the N/2SW/4SE/4, S/2NW/4SE/4, SW/4NE/4SE/4, NW/4SE/4SE/4, N/2SW/4SW/4, N/2SE/4SW/4, S/2NE/4SW/4 and S/2NW/4SW/4; a portion of Tract 69 being Lot 5 - 19.39 acres being the S/2SW/4SW/4, Lot 6 - 19.53 acres being the S/2SE/4SW/4, Lot 7 - 19.65 acres being the S/2SW/4SE/4 and Lot 8 - 11.75 acres being the SW/4SE/4SE/4.
 Section 14: A portion of Tract 68, being the NE/4SE/4SE/4 and SE/4NE/4SE/4; a portion of Tract 69 covering Lot 7; a portion of Tract 72 being the SE/4NW/4SW/4, SW/4NE/4SW/4, E/2SW/4SW/4, and W/2SE/4SW/4; a portion of Tract 71, being the SE/4NE/4SW/4, E/2SE/4SW/4, SW/4NW/4SE/4 and W/2SW/4SE/4; a portion of Tract 70, being the SE/4NW/4SE/4, SW/4NE/4SE/4, E/2SW/4SE/4 and W/2SE/4SE/4; a portion of Tract 73 covering Lots 5 and 6.
 Section 15: Lots 1-5, NE/4, a portion of Tract 73 covering Lots 6 and 7.

Township 6 South, Range 97 West, 6th P.M.

Section 6: Lots 8, 9, 10, and 11.

Township 6 South, Range 98 West, 6th P.M.

Section 1: W/2, aka those portions of Tracts 37, 51, 54, and 56 lying in the W/2 of the section.

Section 2: E/2, aka those portions of Tracts 49, 54, 37, and 56 lying in the E/2 of the section.

Containing 20,333.20 acres more or less.

3. That the Application Lands are unspaced and subject to the Commission's Rule 318(formerly Rule 316).

4. That multiple wells have been drilled, tested and completed in the Williams Fork Formation of the Mesaverde Group upon lands in close proximity to the Application lands.

5. That as to the Application Lands, the Commission should allow all future Williams Fork wells drilled thereon to be located downhole anywhere upon such lands but no closer than 100 feet from the outside boundary of the Application Lands (or to any leasehold boundary within the Application Lands) unless such boundary abuts or corners lands in respect of which the Commission has not at the time of the drilling permit application granted the right to drill 10 acre density wells in which event the Williams Fork wells to be drilled upon the Application Lands should be drilled downhole no closer than 200 feet from that portion of the boundary which so abuts or corners the lands in respect of which 10 acre density downhole drilling for Williams Fork wells has not been ordered by the Commission.

6. That, except as previously authorized by order of the Commission, wells to be drilled under this Application will be drilled from the surface either vertically or directionally from no more than one pad located on a given quarter quarter section unless exception is granted by the Colorado Oil and Gas Conservation Commission pursuant to application made for such exception.

7. The granting of this application will not promote waste; will not violate correlative rights and will assure the greatest ultimate recovery of gas and associated hydrocarbon substances from the reservoir.

8. That the names and addresses of the interested parties according to the information and belief of the Applicant are set forth in Exhibit A attached hereto and made a part hereof.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing in December, 2005, that notice be given as required by law and that upon such hearing this Commission enter its order consistent with Applicant's proposals as set forth above.

Dated: October 17th, 2005.

POULSON, ODELL AND PETERSON, LLC

By: _____
William A. Keefe
1775 Sherman Street, Suite 1400
Denver, Colorado 80203
Phone: 303-861-4400

VERIFICATION

STATE OF COLORADO)
) ss.
CITY AND COUNTY OF DENVER)

James R. Schaff, of lawful age, being first duly sworn upon oath, deposes and says that he is the Senior Staff Landman for Williams Production RMT Company and that he has read the foregoing Application and that the matters therein contained are true to the best of his knowledge, information and belief.

James R. Schaff

Subscribed and sworn to before me this _____ day of October, 2005.

Witness my hand and official seal.

My commission expires:_____

Notary Public

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STATE OF COLORADO)
)
CITY AND COUNTY OF DENVER) ss.

William A. Keefe of lawful age, and being first duly sworn upon his oath, states and declares:

That he is the attorney for Williams Production RMT Company, that on October 17th, 2005, he caused a copy of the attached Application in the subject docket to be deposited in the United States Mail, postage prepaid, addressed to the parties listed on Exhibit A to the Application.

William A. Keefe

Subscribed and sworn to before me on October 17th, 2005.

Witness my hand and official seal.

My commission expires: July 22, 2007

Notary Public