



4/10/12

Mr. Thom Kerr – Director
Colorado Oil and Gas Conservation Commission
1120 Lincoln St., Suite 801
Denver, CO 80203

Re: RGU 344-36-198 (RGU 33-36-198 Pad)
SESE (Lot 16) Sec. 36 T1S-R98W BHL

Dear Sir:

Williams is proposing to drill the RGU 344-36-198 well with a BHL of 945' FSL 657' FEL of sec 36 T1S R98W. The BHL is located within the boundary of Ryan Gulch Unit COC68239X which is spaced on 20 acre spacing requiring a 600' setback from adjoining lease line. The proposed location places the proposed well approximately 373' from the adjoining lease line.

The offsetting lease Federal COC73648 is 100% owned by Williams who is also operator of record. Since the bottom hole location of the proposed well is encroaching upon a lease we own, we take no exception with location of the bottom hole and believe the drainage of such well will not affect any other offset producers.

Based on the above, Williams respectfully requests an exception location be granted for the proposed bottom hole location for the RGU 344-36-198 well.

Please advise of any questions or concerns, or if I can be of further assistance in this matter.

Howard Harris
Williams Production RMT Company
(303) 606-4086