DISTRICT II

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

| To Appropriate | |
|--------------------------|-------|
| District Office | |
| DISTRICT I | |
| P.O. Box 1980, Hobbs, NM | 88240 |

OIL CONSERVATION DIVISION

2040 South Pacheco Santa Fe, NM 87505

30-039-29547

WELL API NO.

Indicate Type of Lease STATE

FED

State Oil & Gas Lease No. E-347

811 South First, Artesia NM 88210 DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

| SUNDKT NOTICES AND REPORTS ON WELLS |
|---|
| (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A |
| DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH |
| PROPOSALS |

CLINIDAY NOTICES AND DEDODES ON WELLS

Lease Name or Unit Agreement Name:

Rosa Unit

1. Type of Well:

Name of Operator

Oil Well Gas Well ■ Other

WILLIAMS PRODUCTION COMPANY

Rosa Unit 100B

Address of Operator

Pool name or Wildcat

Well No.

P.O. Box 640, Aztec, NM 87410

BLANCO MV//BASIN DK

Well Location (Surface)

Unit letter <u>0</u>: <u>805</u> feet from the <u>SOUTH</u> line & <u>2005</u> feet from the <u>EAST</u> line Sec 21 -31N-6W RIO ARRIBA, NM

10. Elevation (Show whether DF, RKB, RT, GR, etc.

6376' GR



Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

SUBSEQUENT REPORT OF:

PERFORM REMEDIAL WORK

PLUG AND ABANDON

REMEDIAL WORK

RALTERING GASING

OTL CONS. DIV.

TEMPORARILY ABANDON

CHANGE PLANS

COMMENCE DRILLING OPNS.

PLUG AND ABANDONMENT

PULL OR ALTER CASING

X OTHER: COMMINGLING AUTHORIZATION

CASING TEST AND CEMENT JOB OTHER: .

DIST. 3

Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date

i. Pre-approved Pool Division Order R-13122.

- Pools to be commingled: Blanco MV 72319, Basin Dakota 71599. ii.
- Perforated intervals: Blanco MV 5388'-5984', Basin Dakota 7908'-7998'. iıi.

of starting any proposed work). Data below to satisfy NM OCD Rule 303.C.3 (b) (i)-(vii)

- Fixed percentage allocation based upon production data of 39% Blanco MV and 61% Basin Dakota. This is based on the historic production of both MV/DK production zones within the well. See attached recommendation for details. This allocation may be adjusted at a later date based on a spinner survey after production has stabilized.
- Commingling will not reduce the value of reserves. v.
- vi. Interest owners in the spacing unit have not been notified of the intent to downhole commingle per order R-12991.
- The BLM has been notified on sundry notice form 3160-5. vii.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

TITLE: Regulatory Specialist DATE: 10/28S/11

Type or print name Ben Mitchell

Telephone No: <u>(505) 333-1816</u>

(This space for State use

APPROVED

BY

TITLE SUPERVISOR DISTRICT # 3

_____DATE \\-\\\\

Conditions of approval, if any:



Production Allocation Recommendation Rosa Unit #100B Mesa Verde/Dakota

 WELLNAME:
 Rosa Unit #100B
 FIELD:
 San Juan

 LOCATION:
 SW/4 SE/4 Section 21(O), T31N, R6W
 COUNTY:
 Rio Arriba

 API No.:
 30-039-29547
 Date:
 October 21, 2011

Current Status: The Rosa Unit #100B is currently a dual completion well producing from the Mesa Verde and Dakota formations. Williams recommends commingling this well.

Commingle Procedure:

- Mesa Verde tubing will be pulled
- Dakota tubing will be pulled
- Production packer will be removed
- Well will be cleaned out to PBTD at 8001'
- A single string of 2-3/8" tubing will be run to \sim 7945'
- One set of wellhead facilities will be removed
- Well will be produced as a MV/DK commingle

Allocation Method: Historic production data from both zones in this well was gathered and analyzed. Cumulative production was considered to calculate baseline allocations. Williams will run a completion profiler once the well is commingled to re-evaluate allocation percentages.

Cumulative production used for baseline allocation:

Total Production from well = 582.146 MMcf Total Production from MV = 226.507 MMcf Total Production from DK = 355.639 MMcf

MV allocation = MV production / Total production = 226.507 MMcf/ 582.146 MMcf = 39%

DK allocation = DK production / Total production = 355.639 MMef / 582.146 MMef = 61%

Form 3160-5 (February 2005)

(Instructions on page 2)

RECEIVED

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCT 28 2011

FORM APPROVED OMB No. 1004-0137 Expires. March 31, 2007

| SUNDRY NOTICES AN | O REPORTS ON WE | LLES rmington Field | State - E-34 | l No. 7 |
|---|--|--|---|---|
| SUNDRY NOTICES AND Do not use this form for prop abandoned well. Use Form 31 | iosais to arm or to re | S-Cittor an | 6 If Indian, A | llottee or Tribe Name |
| | TE – Other instructions on | | | A/Agreement, Name and/or No. |
| 1. Type of Well | | <u> </u> | Rósa Unit | |
| Oil Well Gas Well | Other | | 8 Well Name Rosa Unit # | |
| Name of Operator Williams Production Company, LLC | | | 9. API Well No. 30-039-295 | |
| 3a. Address | 3b. Phone No. (include area code) | | 10. Field and Pool or Exploratory Area Blanco MV/Basin DK | |
| PO Box 640 Aztec, NM 87410 4. Location of Well (Footage, Sec., T.,R.M., or Surve 805' FSL & 2005' FEL, Sec 2İ, R31N, T06W | | | | Parish, State |
| 12 CHECK THE APPROPRIA | TE BOX(ES) TO INDICATE | NATURE OF NOTICE, I | REPORT OR OT | HER DATA |
| TYPE OF SUBMISSION | | TYPE OF ACTION | * | |
| Notice of Intent Acidize Alter Casing | Deepen Fracture Treat | Production (Sta | art/Resume) | Water Shut-Off Well Integrity |
| Subsequent Report Casing Repair | New Construction | Recomplete | | Other Commingle |
| Change Plans | Plug and Abandon | Temporarily Al | | |
| Final Abandonment Notice Injection | Plug Back | Water Disposal | [| |
| all pertinent markers and zones. Attach the Bond subsequent reports must be filed within 30 days for recompletion in a new interval, a Form 3160-4 m requirements, including reclamation, have been completed. Williams Production plans to comming procedure. Commingle authorization has been completed in the procedure. | following completion of the in just be filed once testing has be completed and the operator hat the Blanco Mesa | volved operations. If the copen completed. Final Abais determined that the site in Verde and Basin [| peration results indonment Notice is ready for final Dakota on the | in a multiple completion or es must be filed only after all inspection) |
| | | | | RCVD OCT 31'11 |
| | | | | OIL CONS. DIV. |
| 14. I hereby certify that the foregoing is true and correct | | | <u> </u> | nici o |
| Name (Printed/Typed) | | | | |
| Ben Mitchell | DECORPORD TH | e Regulatory Specialis | t | |
| Signature & MW | Da Da | | | - |
| THIS SPAGE FOR FEDERAL OR STATE OFFICE USE | | | | |
| Approved by | WHELD OFFICE | Title 6eb | | Date /0 ~ 28 - 1 |
| Conditions of approval, if any, are attached. Approval of certify that the applicant holds legal or equitable title to the which would entitle the applicant to conduct operations the | ose rights in the subject lease | Office FF0 | | |
| Title 18 U.S.C. Section, 1001 and Title 43 U.S.C. Section United States any false, fictitious or fraudulent statements | | | lly to make to any | department or agency of the |

