

District I
1625 N. French Drive, Hobbs, NM 87401

District II
1301 W. Grand Avenue, Artesia, NM 88210

District III
1090 Rio Bravo Road, Aztec, NM 87410

District IV
1220 S. St. Francis Dr., Santa Fe, NM 87503

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-107A
Revised June 10, 2003

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

APPLICATION TYPE
 Single Well
 Establish Pre-Approved Pools
EXISTING WELLBORE
 Yes No

APPLICATION FOR DOWNHOLE COMMINGLING

Williams Production Company, LLC P.O. Box 649, Aztec, NM 87410 (505) 634-4222
Operator Address

Schalk 32 #1A E 32-31N-4W Rio Arriba
Lease Well No. Unit Letter-Section-Township-Range County

OGRID No. 120782 Property Code 301345 API No. 30-039-30915 Lease Type: Federal State Fee

DATA ELEMENT	UPPER ZONE	INTERMEDIATE ZONE	LOWER ZONE
Pool Name	WC Kirtland	Basin Fruitland Coal	
Pool Code		71629	
Top and Bottom of Pay Section (Perforated or Open-Hole Interval)	3287	3679	
Method of Production (Flowing or Artificial Lift)	Flowing	Flowing	
Bottomhole Pressure (Note: Pressure data will not be required if the bottom perforation in the lower zone is within 150% of the depth of the top perforation in the upper zone)	NA	NA	
Oil Gravity or Gas BTU (Degree API or Gas BTU)	.94	.94	
Producing, Shut-In or New Zone	New Zone	New Zone	
Date and Oil/Gas/Water Rates of Last Production. (Note: For new zones with no production history, applicant shall be required to attach production estimates and supporting data.)	Date: Rates: NA	Date: Rates: NA	Date: Rates:
Fixed Allocation Percentage (Note: If allocation is based upon something other than current or past production, supporting data or explanation will be required.)	Oil Gas % 0.1%	Oil Gas % 99.9%	Oil Gas % %

ADDITIONAL DATA

Are all working, royalty and overriding royalty interests identical in all commingled zones? Yes No

If not, have all working, royalty and overriding royalty interest owners been notified by certified mail? Yes No

Are all produced fluids from all commingled zones compatible with each other? Yes No

Will commingling decrease the value of production? Yes No

If this well is on, or communitized with, state or federal lands, has either the Commissioner of Public Lands or the United States Bureau of Land Management been notified in writing of this application? Yes No

NMOCD Reference Case No. applicable to this well: _____

Attachments:
C-102 for each zone to be commingled showing its spacing unit and acreage dedication.
Production curve for each zone for at least one year. (If not available, attach explanation.)
For zones with no production history, estimated production rates and supporting data.
Data to support allocation method or formula.
Notification list of working, royalty and overriding royalty interests for uncommon interest cases.
Any additional statements, data or documents required to support commingling.

PRE-APPROVED POOLS

If application is to establish Pre-Approved Pools, the following additional information will be required:

List of other orders approving downhole commingling within the proposed Pre-Approved Pools
List of all operators within the proposed Pre-Approved Pools
Proof that all operators within the proposed Pre-Approved Pools were provided notice of this application.
Bottomhole pressure data.

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

SIGNATURE Ben Mitchell TITLE Regulatory Specialist DATE 5/3/2011
TYPE OR PRINT NAME Ben Mitchell TELEPHONE NO. (505) 694-4206
E-MAIL ADDRESS ben.mitchell@williams.com

District I
1625 N. French Dr., Hobbs, NM 88240

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised October 12, 2005

District II
1301 W. Grand Avenue, Artesia, NM 88210

Instructions on back
Submit to Appropriate District Office

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

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

State Lease - 4 Copies
Fee Lease - 3 Copies

District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

*API Number		*Pool Code 71629	*Pool Name BASIN FRUITLAND COAL/WC KIRTLAND
*Property Code	*Property Name SCHALK 32		*Well Number 1A
*GRID No. 120782	*Operator Name WILLIAMS PRODUCTION COMPANY		*Elevation 6978'

¹⁰ Surface Location

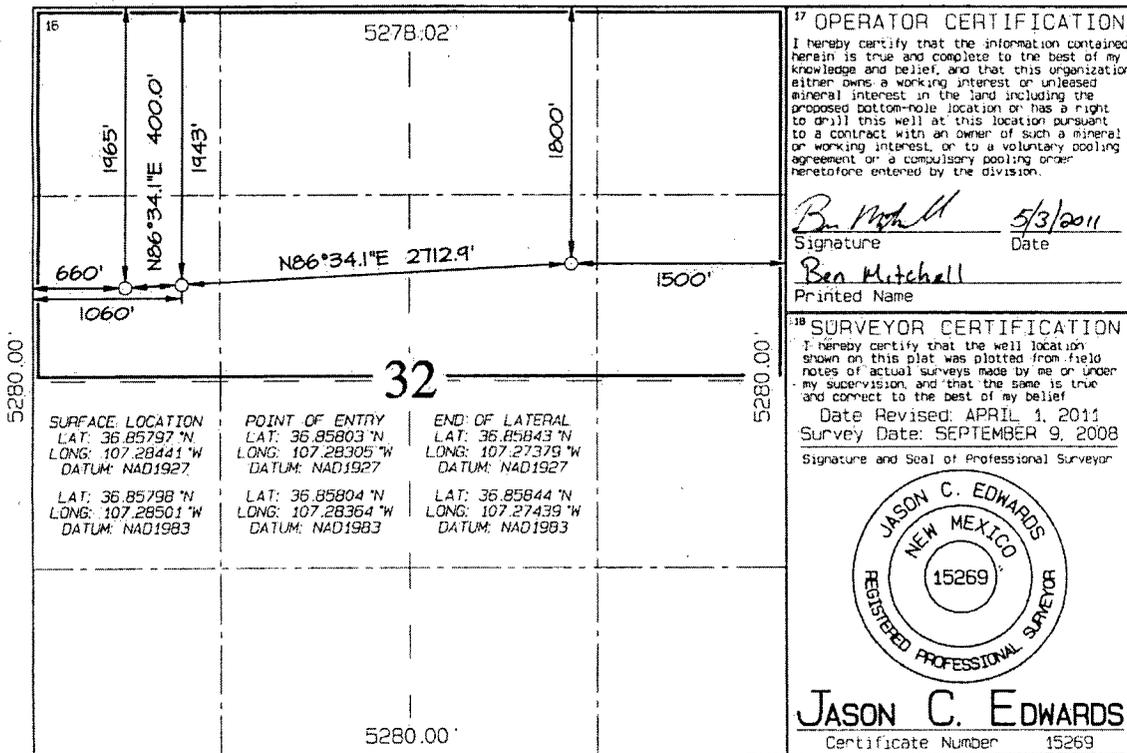
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
E	32	31N	4W		1965	NORTH	660	WEST	RIO ARRIBA

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
G	32	31N	4W		1800	NORTH	1500	EAST	RIO ARRIBA

¹² Dedicated Acres 320.0 Acres - (N/2)	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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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



Warnell, Terry G, EMNRD

From: Adam Rankin [AGRankin@hollandhart.com]
Sent: Tuesday, May 03, 2011 3:12 PM
To: Brooks, David K., EMNRD; Warnell, Terry G, EMNRD
Subject: Williams: Schalk 32 Well #1A

David and Terry,

I am on way over to deliver the commingling application. Ken McQueen's contact information is below, should you have any questions that neither myself nor Bill are able to answer.

Best,
Adam

ken.mcqueen@williams.com
918.573.2889

Adam G. Rankin
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Santa Fe, NM 87501
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HOLLAND & HART 

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