Submit 3 Copies To Appropriate District Office

DISTRICT II

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

DISTRICT I **OIL CONSERVATION DIVISION** P.O. Box 1980, Hobbs, NM 88240

2040 South Pacheco Santa Fe, NM 87505 30-039-30749

WELL API NO.

Indicate Type of Lease ☐ FED **STATE**

State Oil & Gas Lease No.

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

811 South First, Artesia NM 88210

SUNDRY NOTICES AND REPORTS ON WELLS			7.	Lease Name or Unit Agreement Name:
(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				Rosa Unit
PROPOSALS				Rosa Ollit
I. Type of Well: Oil Well □	Gas Well ■	Other		
2. Name of Operator			8.	Well No.
WILLIAMS PRODUCTION COMPANY				Rosa Unit #16D
3. Address of Operator			9.	Pool name or Wildcat
P.O. Box 640, Aztec, NM 874	10			BLANCO MV/BASIN MANCOS/BASIN DK
4 JU 11 T			Щ.	THE TOOL STEEL BILL

Well Location (Surface)

Unit letter M: 1015 feet from the SOUTH line & 1300 feet from the WEST line Sec 14-31N-6W RIO ARRIBA, NM

10. Elevation (Show whether DF, RKB, RT, GR, etc. 6355' GR

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

NOTICE OF INTENTION TO

SUBSEQUENT REPORT OF:

PERFORM REMEDIAL

PLUG AND ABANDON

REMEDIAL WORK

ALTERING CASING

WORK

TEMPORARILY ABANDON **CHANGE PLANS** COMMENCE DRILLING OPNS.

PLUG AND **ABANDONMENT**

PULL OR ALTER CASING

CASING TEST AND CEMENT JOB

X OTHER: COMMINGLING AUTHORIZATION

OTHER: _____

Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). Data below to satisfy NM OCD Rule 303.C.3 (b) (i)-(vii) RCUD SEP 3 '09 of starting any proposed work). Data below to satisfy NM OCD Rule 303.C.3 (b) (i)-(vii)

Pre-approved Pool Division Order R-13122.

OIL CONS. DIV.

ii.

Pools to be commingled: Blanco MV 72319, Basin Mancos 97232, Basin Dakota 71599. Perforated intervals: Blanco MV 5577'-6215', Basin Mancos 7045'-7530', Basin Dakota 8135'-8258'. iii.

DIST. 3

Fixed percentage allocation based upon production data of 39% Blanco MV, 37% Basin Mancos, and 24% Basin Dakota. This is iv. based on the historic production of all wells that have MV/MC/DK production. 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.

All interest owners in the spacing unit have not been notified of the intent to downhole commingle per order R-12991. vi.

vii. The BLM has been notified on sundry notice form 3160-5.

	UNCSLIGHZ
I hereby certify that the information above is true and complete to the b	pest of my knowledge and belief.
SIGNATURE Correy Hoggin T	TITLE: <u>Drlg COM</u> DATE: <u>9-2-09</u> .
Type or print name Larry Higgins	Telephone No: <u>(505) 634-4208</u>
(This space for State use) APPROVED BY Conditions of approval, Many:	Deputy Oil & Gas Inspector, District #3 DATE SEP 0 9 2009



Production Allocation Recommendation Rosa # 16D (DK/MC/MV)

WELLNAME: Rosa #16D

LOCATION: Sec. 14, T31N,R06W

API No.: 03-039-30749

FIELD: Rosa Blanco
COUNTY: Rio Arriba, NM

Date: 9-2-09

Current Status: Williams is currently completing the Rosa #16D in the Dakota, Mancos, and Mesa Verde formations. Williams recommends tri-mingling the well after the proposed completion work has been completed.

Commingle Procedure:

- 1. Acidize & fracture stimulate the DK, MC, and MV formations
- 2. Flow back and clean up each formation prior to completion.
- 3. TIH w/ work string and remove CIBP
- 4. Clean out to PBTD
- 5. Complete with single string 2-3/8" tubing, landed in DK perfs
- 6. NDBOP. NUWH.
- 7. Turn well over to production as a tri-mingle

Allocation Method: Williams has assembled historic production data used to forecast Mancos production. Williams used this production data to come up with an initial allocation for this tri-mingle. Williams recommends that a spinner survey be performed after production has stabilized, so that allocation percentages can be corrected if need be.

After 18 months of production:

Total Production from well = 364,108 Mcf Total Production from DK = 86,405 Mcf Total Production from MC = 136,202 Mcf Total Production from MV = 141,500 Mcf

DK allocation = DK prod / Total prod = 86,405 Mcf/364,108 Mcf = 24%

MC allocation = MC prod / Total prod = 136,202 Mcf/364,108 Mcf = **37%**

MV allocation = MV prod / Total prod = 141,500 Mcf /364,108 Mcf = 39%

In Lieu of Form 3160 (June 1990)

UNITED STATES DEPARTMENT OF INTERIOR BUREAU OF LAND MANAGEMENT SEP 6 9 20

FORM APPROVED Budget Bureau No 1004-0135 Expires: March 31, 1993

SUNDRY NOTICE AND REPORTS ON WELLS OF SUNDRY NOTICE AND REPORTS ON WELLS OF SUNDRY PRECATEON TO DRILL" for permit for such proposals		5.	NMSF-078771	
	SUBMIT IN TRIPLICATE	7.	If Unit or CA, Agreement Designation Rosa Unit	
I. Type	of Well Well Gas Well X Other	8.	Well Name and No. Rosa Unit 016D	
	e of Operator LIAMS PRODUCTION COMPANY	9.	API Well No. 30-039-30749	
	ess and Telephone No. lox 640 Aztec, NM 87410-0640	10.	Field and Pool, or Exploratory Area BLANCO MV/BASIN DK/BASIN MC	
1015	tion of Well (Footage, Sec., T., R., M, or Survey Description) FSL & 1300' FWL FSL & 1974' FWL SEC 14 31N 6W	11.	County or Parish, State Rio Arriba, New Mexico	

CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION X Notice of Intent Abandonment Change of Plans Recompletion New Construction Subsequent Report Plugging Back Non-Routine Fracturing Water Shut-Off Casing Repair Final Abandonment Altering Casing Conversion to Injection X Other Intent to commingle Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

Williams Production plans to commingle the Blanco Mesa Verde, Basin Mancos and Basin Dakota on this well as per attached procedure. Commingle authorization has been filed with the NMOCD. (copy attached)

> RCVD SEP 8 '09 OTL CONS. DIV. DIST. 3

14.	I hereby certify that the foregoing is true and correct Signed Larry Higgins	Title <u>Drilling COM</u> Date 9/2/09	
	(This space for Federal or State office use) Approved by Soe Hewith	Title 600 Date 9-3-09	
	Conditions of approval, if any:		

Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is 13. directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*