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Form 3160 DEPARTM	red states ent of interior and management JUL 15 2010	FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993
SUNDRY NOTICE AND REPORTS ON WELL Farmington Field Office SUNDRY NOTICE AND REPORTS ON WELL Farmington Field Office Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION TO DRILL" for permit for such proposals		5. Lease Designation and Serial No. NMSF-078764
		6. If Indian, Allottee or Tribe Name
SUBMIT IN TRIPLICATE		7. If Unit or CA, Agreement Designation Rosa Unit
Type of Well Oil Well Gas Well X Other		8. Well Name and No. Rosa Unit 162C
Name of Operator WILLIAMS PRODUCTION COMPANY		9. API Well No. 30-039-30719
3. Address and Telephone No. PO Box 640 Aztec, NM 87410-0640		10. Field and Pool, or Exploratory Area BLANCO MV/BASIN DK/BASIN MC
 Location of Well (Footage, Sec., T., R., M., or Survey Description) 935' FSL & 2200' FEL, T31N, R5W, Sec. 30 		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 C		OF ACTION
X Notice of Intent Subsequent Report Final Abandonment	Abandonment Recompletion Plugging Back Casing Repair Altering Casing X Othe <u>r Commingle Allocation</u>	Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)
13. 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 directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* Williams Production completed the Mesaverde and Dakota on this well in 2009 and commingle authorization per AZT-3182. We		
have now completed the Mancos and wish to adjust our allocation as follows' MV – 39% MC – 37% DK – 24% MC completion procedure and allocation recommendation attached. Allocations may be adjusted at a later date based on spinner surveys after production has stabilized.		
, , , , , , , , , , , , , , , , , , ,		RCVD JUL 20'10 OIL CONS. DIV.
		DIST. 3
14. I hereby certify that the foregoing is true and of Signed Heather Riley	Title <u>Regulatory Spec</u>	Date
(This space for Federal or State office use) Approved by Fewith	Title <u>6</u> 00	Date 7-16-10
Conditions of approval, if any:		_

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.





Production Allocation Recommendation Rosa # 162C (DK/MC/MV)

 WELLNAME:
 Rosa #162C

 LOCATION:
 Sec. 30, T31N, 5W

 API No.:
 03-039-30719

FIELD: Rosa Blanco
COUNTY: Rio Arriba, NM
Date: 7/15/10

Current Status: Williams is currently completing the Rosa #162C in the MANCOS formation. Williams was granted commingle authorization AZT-3181, 7/8/09. Williams wishes to change the allocation as per the following procedure

Commingle Procedure:

- 1. Acidize & fracture stimulate the mancos formation
- 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 below 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%**