

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office 6251 College Blvd., Farmington, New Mexico 87402

oco Accepted For Record 30-039-23506

IN REPLY REFER TO:
Rosa Unit 108
NMSF078767 (WC) 3162.5 (21110)

June 25, 2013

RCVD JUN 26 '13 OIL CONS. DIV. DIST. 3

Mr. Ken McQueen WPX Energy One Williams Center. Tulsa, OK 74172

Dear Mr. McQueen:

Reference is made to the Rosa Unit 108 well located 1850' FNL & 1720' FEL Sec. 7, T. 31 N., R. 5 W., Rio Arriba County, New Mexico, on Federal Oil and Gas lease NMSF078767. As you are aware, the subject well has had extensive work conducted in an attempt to retrieve a fish in the well at approximately 4047'. To date, the fish has not been retrieved and the Bureau of Land Management believes that permanent abandonment of this well bore is now necessary for the reasons that follow.

We are aware that this well has significant hydrogen sulfide at concentrations approaching 1500 ppm. While WPX Energy (WPX) is awaiting partner approval, the well bore is exposed to the high concentration of hydrogen sulfide which can further compromise well bore integrity and potentially contaminate usable water supplies that are present at shallow depths. The BLM considers this issue to be immediate, substantial and adverse and has the potential to impact the health, safety and welfare of the public, agency and oil and gas personnel. We understand that WPX is awaiting final partner approval before final disposition of the well bore is conducted. However based on the foregoing we believe that your prompt action is necessary.

As such, you are hereby required to take immediate action to plug and abandon this well based on plans that have been previously approved by this office.

Under 43 CFR 3165.3, you may request an Administrative Review of any instructions, orders, or decisions issued by the Authorized Officer. Such a request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management, P.O. Box 27115, Santa Fe, New Mexico 87502-0115. Such a request will not result in a suspension of the instructions, orders, or decisions unless the reviewing official so determines. Procedures governing appeals from the instructions, orders, or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et. Seq.

If you have any questions, please contact me at (505) 564-7735.

Sincerely,

√im/Lovato

Team Leader, Petroleum Management Team

.Bureau of Land Management

cc: NMOCD