Form 3160-5 (February 2005)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT DEC 15 2014 5. Le

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

5. Lease Serial No. SUNDRY NOTICES AND REPORTS ON WELLS NMSF-078362 Do not use this form for proposals to drill or to re-enter and Office 6. If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals and an abandoned well. 7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. 1. Type of Well 8. Well Name and No. NE CHACO COM #179H Oil Well Gas Well Other 2. Name of Operator 9. API Well No. WPX Energy Production, LLC 30-039-31190 3a. Address 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area PO Box 640 Aztec, NM 87410 505-333-1806 Chaco Unit NE HZ (Oil) (330') 4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) 11. Country or Parish, State SHL: 1680' FSL & 591' FWLSEC 6 23N 6W Rio Arriba County, NM BHL: 369' FSL & 229' FWL SEC 1 23N 7W 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Production (Start/Resume) Water Shut-Off Deepen Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Other EMERGENCY Casing Repair New Construction Recomplete Subsequent Report FLARE EXTENSION (4th) Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Convert to Plug Back Water Disposal Injection 13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.) WPX Energy requests authorization to flare this well due to a spike in nitrogen content above acceptable Beeline Gas Systems standards due to nearby frac activity on the NE CHACO COM #176H and NE CHACO COM #177H. Nitrogen was measured at 49%. Flaring may begin as soon as approval is given. The well would flare for up to 30 days. Pipeline quality gas should be obtained within 30 days. A gas sample has been collected by a third party and is included as an attachment. OIL CONS. DIV DIST. 3 The well flows to Beeline Gas Systems at a rate of 850 MCF/D. DEC 17 2014 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Mark Heil Regulatory Specialist Date 12/15/14 Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Title Date if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject Office lease which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212; make 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.



2030 Afton Place Farmington, NM 87401 (505) 325-6622

Analysis No: WP140445 Cust No: 85500-11605

Well/Lease Information

Customer Name: WPX ENERGY PRODUCTION, LLC

Well Name:

NE CHACO COM 179H

County/State:

Location:

Field:

Formation:

Cust. Stn. No.: 62367179 Source:

Pressure:

366 PSIG 57 DEG. F

Sample Temp:

Well Flowing:

Date Sampled:

12/11/2014

Sampled By:

Foreman/Engr.:

Remarks:

Analysis

Component::	Mole%:	**GPM:	*BTU:	*SP Gravity:
Nitrogen	48.723	5.3690	0.00	0.4713
CO2	0.231	0.0390	0.00	0.0035
Methane	35.536	6.0340	358.92	0.1968
Ethane	7.531	2.0170	133.28	0.0782
Propane	5.077	1.4010	127.74	0.0773
Iso-Butane	0.618	0.2030	20.10	0.0124
N-Butane	1.517	0.4790	49.49	0.0304
I-Pentane	0.321	0.1180	12.84	0.0080
N-Pentane	0.278	0.1010	11.14	0.0069
Hexane Plus	0.167	0.0750	8.80	0.0055
Total	100.000	15.8360	722.31	0.8904

^{* @ 14.730} PSIA DRY & UNCORRECTED FOR COMPRESSIBILITY

COMPRESSIBLITY FACTOR

(1/Z):

1.0019

GPM, BTU, and SPG calculations as shown above are based on current GPA factors.

BTU/CU.FT (DRY) CORRECTED FOR (1/Z): BTU/CU.FT (WET) CORRECTED FOR (1/Z): 725.4

712.8

REAL SPECIFIC GRAVITY:

0.8917

DRY BTU @ 14.650:

721.5

CYLINDER #:

5

DRY BTU @ 14.696:

723.7

CYLINDER PRESSURE: 331 PSIG

DRY BTU @ 14.730:

725.4

DATE RUN:

12/12/14 1:40 PM

DRY BTU @ 15.025:

739.9

ANALYSIS RUN BY:

DAWN BLASSINGAME

^{**@ 14.730} PSIA & 60 DEG. F.



WPX ENERGY PRODUCTION, LLC WELL ANALYSIS COMPARISON

Lease:

NE CHACO COM 179H

Stn. No.:

62367179

Mtr. No.:

12/15/2014 85500-11605

Smpl Date: 12/11/2014 Test Date: 12/12/2014 Run No: WP140445 Nitrogen: 48.723 CO2: 0.231 Methane: 35.536 Ethane: 7.531 Propane: 5.077 I-Butane: 0.618 N-Butane: 1.517 I-Pentane: 0.321 N-Pentane: 0.278 Hexane+: 0.167 BTU: 725.4 GPM: 15.8360 SPG: 0.8917



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington District Office 6251 College Blvd., Suite A Farmington, New Mexico 87402 www.blm.gov/nm



In Reply Refer To:

Conditions of Approval:

NE CHACO COM #179H Section 6-23N-6W Lease No. NMSF078362

- Flaring is authorized pursuant to NTL 4A Part III A and IV B. As such, no royalty obligation will be incurred during the clean-up period. The vented volumes must be reported on your Oil and Gas Operations Reports (OGORs) during the venting period.
- Flaring will be authorized until January 15, 2015. If additional time is required, please contact this office accordingly.
- Please take appropriate and necessary safety precautions at this well site during the venting period.