

PERMIT NUMBER: 12003

CLOSURE PLAN NUMBER: 12244

Mr. Jonathan Kelly,

The Chaco 2206-05A #436H & Chaco 2206-05A #437H (formerly known as Aztec Oil Syndicate 1H & Aztec Oil Syndicate 2H) temporary pit closure package does not contain a surface owner notification that complies with NMOCD's time requirement of 72 hours. Logos submitted a surface owner notification, which is included in the package. However, it does not reflect the events that took place under the management of WPX Energy.

This well pad was visited by Mark Lepich with WPX and Randy McKee with the BLM on 9/23/2014. At this time, the pit was present on the well pad and the decision was made to place the facilities for the well pad directly on top of the covered pit. An equipment placement sundry was submitted on 9/23/2014, reflecting the plan for facility placement. The sundry was approved on 9/24/2014, and signed by Mark Kelly. This sundry is included within the closure package to show that the BLM was notified about the placement of facilities above the temporary pit.

Since WPX Energy was not compliant in giving notification to the surface owner, communication has been made to all personnel responsible for closing temporary pit. For all future pit closures, BLM will be included in the same email as NMOCD for this notification.

Thank you,

Mark Heil

Regulatory Specialist