Form 3160-5 (February 2005)

UNITED STATES DEPARTMENT OF THE INTERIOR

CEC 18 2014

FORM APPROVED OMB No. 1004-0137

Expires: March 31, 2007 BUREAU OF LAND MANAGEMENT ென்றில் சென்ன வரித்துLease Serial No. NMSF-078362 SUNDRY NOTICES AND REPORTS ON WELLS Land Hand Do not use this form for proposals to drill or to re-enter an 6. If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. 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 #239H Oil Well Gas Well Other 9. API Well No. 2. Name of Operator WPX Energy Production, LLC 30-039-31204 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) 4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) 11. Country or Parish, State SHL: 1704' FSL & 517' FWLSEC 6 23N 6W Rio Arriba County, NM BHL: 2586' FNL & 230' 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 Deepen Water Shut-Off Production (Start/Resume) Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Other EMERGENCY Casing Repair New Construction Recomplete ARE EXTENSION (4th) Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Convert to Plug Back Water Disposal 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.) This exception is requested for the following reasons: WPX Energy requests authorization to flare this well due to a high nitrogen content above acceptable Beeline Gas Systems standards due to nearby frac activity on the NE CHACO COM #176H, and NE CHACO COM #177H that occurred on 12/1/14. As a result, the NE CHACO COM #239H is experiencing crossflow. WPX has approval to flare this well until 12/31/14, but expect that the well will not be cleaned out by that time. The well could flare for up to 30 additional days of the current flare extension deadline if given approval. Pipeline quality gas should be obtained within 30 days of approval. A gas sample is being collected and sent to a third party for a gas analysis. The results of the gas analysis will be submitted upon receipt. OIL CONS. DIV DIST. 3 The well flows to Beeline Gas Systems at a rate of 215 MCF/D. 14. I hereby certify that the foregoing is true and correct. DEC 3 0 2014 Name (Printed/Typed) Mark Heil Regulatory Specialist Date 12/17/14 THIS SPACE FOR FEDERAL OR STATE OFFICE USE . Approved by Title Conditions of approval, if any, are attached. Approval of this notice does 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.

MMCCD

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

SEE ATTACHED FOR (www.formsinword.com). For individual or single-branch use only.

United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



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 #239H 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 30, 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.