Susana Martinez Governor

David Martin Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary David R. Catanach Division Director Oil Conservation Division



New Mexico Oil Conservation Division approval and conditions listed below are made in accordance with OCD Rule 19.15.7.11 and are in addition

to the actions approved by BLM on the following <u>3160-3</u> APD form.

Operator Signature Date:	5-5-15	
Well information;		.1
Operator UPX	_, Well Name and Number Rosa Unit 27	# 110H
API#30.039-3132	Section 19, Township 31 NS, Range	5 EW

Conditions of Approval:

(See, the below checked and handwritten conditions)

- Notify Aztec OCD 24hrs prior to casing & cement.
- Hold C-104 for directional survey & "As Drilled" Plat
- Hold C-104 for NSL, NSP, DHC
- Spacing rule violation. Operator must follow up with change of status notification on other well to be shut in or abandoned
- Regarding the use of a pit, closed loop system or below grade tank, the operator must comply with the following as applicable:
 - A pit requires a complete C-144 be submitted and approved prior to the construction or use of the pit, pursuant to 19.15.17.8.A
 - A closed loop system requires notification prior to use, pursuant to 19.15.17.9.A
 - A below grade tank requires a registration be filed prior to the construction or use of the below grade tank, pursuant to 19.15.17.8.C
- Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string

Regarding Hydraulic Fracturing, review EPA Underground Injection Control Guidance 84

Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system.

Well-bore communication is regulated under 19.15.29 NMAC. This requires well-bore Communication to be reported in accordance with 19.15.29.8.

NMOCD Approved by Signature

1220 South St. Francis Drive • Santa Fe, New Mexico 87505 Phone (505) 476-3460 • Fax (505) 476-3462 • www.emnrd.state.nm.us/ocd

Form 3160-3 (September 2001)		IS. DIV DIS	ST. 3		RECE	IVED	OMB No	APPROVED 0. 1004-0136 1uary 31, 2004
						0.045	5. Lease Serial No.	Tuary 51, 2004
			NT OF THE IN		MAY U:	5 2015	SF-078769	
	APPLICAT		ERMIT TO DR				6. If Indian, Allottee	or Tribe Name
					Farmington Bureau of Land		e CA Age	amout Name and No
la. Type of Work:	DRILL		REENTER		ureau or Lano	мапауен	Rosa Unit R-13457	
1b. Type of Well:		Gas Well	Other	Single	Zone 🗌 Multi	iple Zone	8. Lease Name and W Rosa UT 27 110H	ell No.
2. Name of Operat	tor						9. API Well No.	1001
WPX Energy Produ 3a. Address	action, LLC			3b. Phone No. (in	clude area code)		30-039-1 10. Field and Pool, or I	3 321
P.O. Box 640 Azted	NM 87410			(505) 333-1849	cruae area coucy		Basin Mancos	Exploratory
4. Location of Well	the second s	clearly and in a	ccordance with any S		*)			Blk. and Survey or Area
At surface 958	' FNL & 451' F	WL, sec 19, T3	IN, R5W		2	1 × 11/1		
			L, sec 21, T31N, R	5W		NERW	SHL: Section 19, T3 BHL: Section 21, T3	1N, R5W
14. Distance in miles			n or post office*				12. County or Parish	13. State
Approximately 58 mi 15. Distance from pr		loomfield NM		16 21 6 4		17.0	Rio Arriba	NM
location to neare property or lease (Also to nearest	st line ft	(anv)		16. No. of Acres			Unit dedicated to this v	
18. Distance from pro		101		1280.00 00 19. Proposed De	epth		West Rosa Unit Project A IA Bond No. on file	Area 24,118.76 Acres
to nearest well, d	rilling, complete			19.110000000	pur	20. BLIVE	In Dona no. on me	
applied for, on th		15'		18,294 MD / 7,		UTB00	1	
21. Elevations (Sho	w whether DF, I	KDB, RT, GL, e			e date work will s	tart*	23. Estimated duration	n
6305' GR				June 1, 2015 24. Attachm			1 month	
 The following, compl Well plat certified A Drilling Plan. A Surface Use Pla SUPO shall be fit 	by a registered s an (if the locati	surveyor. on is on Nation	al Forest System L	ands the 5	. Bond to cover th Item 20 above). . Operator certifica	e operations ation. specific infor	unless covered by an e	xisting bond on file (see may be required by the
25. Signature	m	P		Name (Prin Andrea Feli	nted/Typed)			Date - 5 - 2015
Title Regulatory Specialist	Senior	71.	1					
Approved by (Signatu	(e) A	Man	tièles (Name (Prin	nted/Typed)			Date 6/17/15
Title	1	1FM		Office	FFO			
Application approval operations thereon. Conditions of approva			he applicant holds le	egal or equitable ti	tle to those rights in	n the subject le	ease which would entitle	the applicant to conduct
States any false, fictit	ious or frauduler					d willfully to	make to any department	t or agency of the United
*(Instructions on rever	,							48 .
WPX Energy Product	ion, LLC, propo	oses to develop t	he Basin Mancos Po	ool at the above de	scribed location in	accordance w	vith the attached drilling	and surface use plans.
The well pad surface Rosa UT 106H / Rosa	is on lease on Bl a UT 107H / Ros	LM surface with a UT 105H / Ro	in the Rosa Unit and sa UT 108H & Ros	d will be co-locate a UT 109H.	ed with the Rosa U	T 101H / Rosa	a UT 102H / Rosa UT 10	03H / Rosa UT 104H /
This location has beer	n archaeological	ly surveyed by I	aPlata Archeology.	Copies of their re	port have been sub	mitted directly	y to the BLM.	
New access road is ap	proximately 71.	.0' on lease on B	LM surface.	S APPROVA	L OR ACCEP	TANCE	THE THE	
by the NM Game & F	rish portion for t tion is complete ocedural revea R 3165.3 action ant to 43 CFR	heir portion of the pursuant to	on lease on BLM s ne pipeline. OPER AUTI	urfaceland (±338,9 ATOR FROM HORIZATION		Fish surfaces. G ANY O' FOR OPE	A grant of easement is c THE R RATIONS	urrently being processed
haiten				11000	004		UNILLING (OPERATIONS

r

R

NMOCDA

DRILLING OPERATIONS AUTHORIZED ARE SUBJECT TO COMPLIANCE WITH ATTACHED "GENERAL REQUIREMENTS"

162 Phot 01st 811 Phot 00 Phot 01st 122	trict I 5 N. French Di he:(575) 393-6 trict II S. First Stre he:(575) 748-1 D Rio Brazos M he:(505) 334-6 trict IV D S. St. Franc e:(505) 476-3	161 Fax:(eet, Artesi 283 Fax:(Road, Aztec 178 Fax:(tis Drive,	575) 39 a, NM 8 575) 74 2, NM 83 505) 33 Santa F	93-0720 98210 98-9720 7410 94-6170 Fe, NM 87	01 12	, Minerals & [L CONSE 220 South	Natu RVA St	TION DI	S Departu VISIO Drive		Sub Appropriate	Form C-103 August 1, 201 mit one capy to District Office DED REPORT ECEIVED	1 0
2	API 30-039- Property Cod	Number -3132 e			-OCATIC *Pool Cod 97232	Propert ROSA	y Nan UT 2	ne 27	3P00	1 Name	Farming Sureau of I	110H	
	'OGRID №. 120782				WPX	¹⁰ Surface	RODU	CTION, LLC	0			Elevation 6305	
u		_	1N	Range 5W	Lot Idn 1	Feet from the 958	,	NORTH	Feet from 451	the	East/West line	RIO ABRIBA]
L			11	Botto	m Hole	Location 1		ifferent F	From Sur	face		ARRIDA	J
U			1N	Range 5W	Lot Idn	Feet from the 2579	'	SOUTH	Feet from		East/West line WEST	RIO ARRIBA	
	Acres 5/2	2 - Sec	tions	; 19, 2	20, 21	¹³ Joint or Infill	¹⁴ Cor	veelidation Code	¹⁸ Order No.			AUUTDA	-
589 *5 589 *29	RD) 340.00 ' 2642.13	NO *03 W NO *19 '05 'W (MEASU RD) 2640.00 2639.91	T31N, 189691 1 405633 14D1927 89697 1 406236 401983 0RD) 2640.00 2633.4 1,RED) S85	R5₩ N *₩ *₩	SECTION 1 LAT: 36 LONG: 10 DATUM: LAT: 36 LONG: 10 DATUM: DATUM:	NO *1	(REC '03 W 9 21 % (MEAS 31 '	779 : FSL 1911 CCTION 21, T31 LAT: 36.88489 LONG: 107.3695 DATUM: NAD19 LAT: 36.884894 .0NG: 107.3701 DATUM: NAD19 CORD) 2540.00 12634.08 URED) (RECO) NB9 "59 % 2 S89 "27 22 % (MEASU	N, R5W 10 N 145 W 127 5 N 17 W 83 1643.63 2642.41	APF ¹⁷ OPI I hereby herein knowledg either c mineral proposec to drill to a cor or work: agreement heretofo bartof	PROVED BY ERATOR C y certify that is true and com ge and belief, a wins a working interest in the d bottom-hole li this well at htract with an ing interest, or it or a compuls one entered by re adrea Felix	RD UNIT HAS THE DIVISIO CERTIFICAT the information co plete to the best nd that this organ interest or unleas a land including th ocation or has a r this location purs owner of such a m to a voluntary pp ory pooling order the division. 4-8-20 Date	N ION of my hization ed ight jant ineral poling
-	•04.2E 1728.2' LOT 2			NB9*50.4	 			1416'	=-21	andr E-mail ¹⁸ SUF I hare shown notes my sup and co Date	rea.felix@w Address RVEYOR C by certify that of actual surve revision, and ti rrect to the be e Revised: of Survey: une and Seal of	ERTIFICAT the well location so plotted from file was made by me or hat the same is tr st of my belief. MARCH 17, 20 JANUARY 2, 3 Professional Surv	ION under ue 15 2015
\$89 *57 \$89 *50	2642.18	2634.54 ' 2640.00 ' RD)	589 *4. WE URED) 1 2636.4 2640.00		33.94' St 00'		(MEAS 9'49'1 *03'W	(MEASU) S89 *46 21 'W NB9 *59 W 2 (RECO) SURED) V 2535.72 ' 2540.00 ' ORD)	2636.34 2643.30	Jas	REGISTION 15	HE TICS	

(RECORD)

r ,



WPX ENERGY

Operations Plan

(Note: This procedure will be adjusted on site based upon actual conditions)

DATE:	4/14/15	FIELD:	Basin I	Vancos
WELL NAME:	ROSA UT 27 #110H	SURFA	ACE:	BLM
SH Location:	NWNW Sec 19-31N-05W	ELEVA	ATION:	6305' GR
BH Location:	NESW Sec 21-31N-05W Rio Arriba, NM	MINE	RALS:	BLM

MEASURED DEPTH: 18233'

I. <u>GEOLOGY:</u> Surface formation – San Jose

A. FORMATION TOPS: (KB)

Name	MD	TVD	Name	MD	TVD
Ojo Alamo	2512	2425	Point Lookout	5956	5635
Kirtland	2617	2522	Mancos	6269	5941
Picture Cliffs	3504	3347	Kickoff Point	6587	6346
Lewis	3795	3618	Top Target	7185	6805
Chacra	4819	4570	Landing Point	7671	7028
Cliff House	3707	5363	Base Target	7671	7028
Menefee	5719	5408			
			TD	18233	6821

B. MUD LOGGING PROGRAM: Mudlogger on location from surface csg to TD.

C. LOGGING PROGRAM: LWD GR from surface casing to TD.

D. **NATURAL GAUGES:** Gauge any noticeable increases in gas flow. Record all gauges in Tour book and on morning reports.

II. DRILLING

- A. <u>MUD PROGRAM:</u> LSND mud (WBM) will be used to drill the 12-1/4" Surface hole and the 8 ¾" Directional Vertical hole of the wellbore. A LSND (WBM) or (OBM) will be used to drill the curve portion and the lateral portion of well. Treat for lost circulation as necessary. Obtain 100% returns prior to cementing. Notify Engineering of any mud losses.
- B. <u>BOP TESTING</u>: While drill pipe is in use, the pipe rams and the blind rams will be function tested once each trip. The anticipated reservoir is expected to be less than 5000 psi, so the BOPE will be tested to 250 psi (Low) for 5 minutes and 5000 psi (High) for 10 minutes. Pressure test surface casing to 1500psi for 30 minutes and intermediate casing to 1500 psi for 30 minutes. Utilize a BOPE Testing Unit with a recording chart and appropriate test plug for testing. All tests and inspections will be recorded in the tour book as to time and results.

III. MATERIALS

A. CASING PROGRAM:

CASING TYPE	OH SIZE (IN)	DEPTH (MD) (FT)	CASING SIZE (IN)	WEIGHT(LB)	GRADE
Surface	12.25"	320'+	9.625"	36#	J-55
Intermediate	8.75"	6485'	7"	23#	N-80
Prod. Liner	6.125"	6335' -18233'	4-1/2"	11.6#	P-110
Tie-Back String	N/A	Surf6335'	4-1/2"	11.6#	P-110

B. FLOAT EQUIPMENT:

- 1. <u>SURFACE CASING</u>: 9-5/8" notched regular pattern guide shoe. Run (1) standard centralizer on each of the bottom (4) joints of Surface Casing.
- INTERMEDIATE CASING: 7" cement nose guide shoe with a self-fill insert float. Place float collar one joint above the shoe. Install (1) centralizer on each of the bottom (3) joints and one standard centralizer every (3) joints to 2,500 ft. Run (1) centralizer at 2,700 ft., 2,500 ft., 2,300ft., 2,000ft., 1,500 ft., and 1,000 ft.
- <u>PRODUCTION LINER</u>: Run 4-1/2" Liner with cement nose guide Float Shoe + 2jts. of 4-1/2" casing + Landing Collar + 4-1/2" pup joint + 1 RSI (Sliding Sleeve). Centralizer program will be determined by Wellbore condition and when Lateral is evaluated by Geoscientists and Reservoir Engineers. Set seals on Liner Hanger. Test TOL to 1500 psi for 15 minutes.
- 4. <u>TIE-BACK CASING:</u> Please see <u>Notes</u> below.

C. **CEMENTING:**

(Note: Volumes may be adjusted onsite due to actual conditions)

- <u>SURFACE</u>: 5 bbl Fresh Water Spacer, 100 sx (160 cu.ft.) of 14.5 ppg Type I-II (Neat G) + 20% Fly Ash cement w/ 7.41 gal/sack mix water ratio @ 1.61 cu ft/sx yield. Calculated @ volume + 50% excess. WOC 12 hours. Test csg to 600psi. Total Volume: (160 cu-ft/100 sx/ Bbls).TOC at Surface.
- 2. <u>INTERMEDIATE:</u> 20 bbl (112 cu-ft) Mud Flush III spacer + Lead: +/- 700 sx Foamed 50/50 Poz Cement. 13.0 ppg + 0.1% Halad 766 + 0.2% Versaset + 1.5% Chem-Foamer 760 (Yield :1.43 cu-ft/ sk. / Vol: 1001 cu-ft / 178.3 Bbls.) + TAIL: 100 sx 13.5 #/gal. + 0.2% Versaset + 0.15% HALAD-766 (Yield: 1.28 cu-ft / sk / Vol: 128 cu-ft / 22.8 Bbls.). + Fresh Water Displacement (1,362 cu-ft / +/- 242 Bbls) + 100 sx Top-Out Cement Premium: Yield: (1.17 cu-ft / sk / (Vol: 117 cu-ft / 20.8 Bbls.). WOC 12 hrs. Test Casing to 1500 PSI for 30 minutes. Total Cement Volume: (900 sx / 1246 cu-ft / 222 bbls). Mix with +/- 84,000 SCF Nitrogen. TOC at surface.
- 3. <u>PRODUCTION LINER</u>: Spacer #1:10 bbl (56.cu-ft) Water Spacer. Spacer #2: 40 bbl 9.5 ppg (224.6 cu-ft) Tuned Spacer III. Spacer #3: 10 bbl Water Spacer. Lead Cement: Extencem [™] System. Yield 1.29 cu ft/sk, 13.5 ppg, (1010 sx / 1303 cu ft. / 232 bbls). Tail Spacer: 20 BBL of MMCR. Displacement: Displace w/ +/- 225 bbl Fr Water. Total Cement (1303 cu ft / 232 bbls).

IV. COMPLETION

A. <u>CBL</u>

1. Run CCL for perforating.

B. PRESSURE TEST

1. Pressure test 4-1/2" casing to 4500 psi max, hold at 1500 psi for 30 minutes. Increase pressure to Open RSI sleeves.

C. STIMULATION

- 1. Stimulate with approximately 175,000# 100 mesh sand and 9,240,000# 40/70 mesh sand in 12,376,000 gallons water for 28 stages.
- 2. Isolate stages with flow through frac plug.
- 3. Drill out frac plugs and flowback lateral.

D. RUNNING TUBING

- 1. <u>Production Tubing:</u> Run 2-3/8", 4.7#, J-55, EUE tubing with a SN on top of bottom joint. Land tubing in the curve.
- Although this horizontal well will be drilled past the applicable setbacks, an unorthodox location application is not required because the completed interval in this well, as defined by 19.15.16.7 B(1) NMAC,will be entirely within the applicable setbacks. This approach complies with all applicable rules, including 19.15.16.14 A(3) NMAC, 19.15.16.14 B(2) NMAC, 19.15.16.15 B(2)NMAC, and 19.15.16.15. B(4) NMAC.

NOTE:

Installation of RSI sleeves at Toe of Lateral.

Proposed Operations:

A 4-1/2" 11.6# P-110 Liner will be run to TD and landed +/- 150 ft. into the 7" 23# N-80 Intermediate casing with a Liner Hanger and pack-off assembly then cemented to top of liner hanger.

After cementing and TOL clean up operations are complete, the TOL will be tested to 1500 psi (per BLM).

A 4-1/2" 11.6# P-110 tie-back string with seal assembly will be run and stung into the PBR of the liner hanger, tested to 1500 PSI and hung off at the surface.

WPX Energy

T31N R5W Rosa Unit Pad 27 ROSA UT 27 #110H - Slot A06

Wellbore #1

Plan: Design #2 16Mar15 sam

Standard Planning Report

13 April, 2015

WPX

Planning Report

Database: Company: Project: Site: Well: Well: Design:	COMPASS-SANJUAN WPX Energy T31N R5W Rosa Unit Pad 27 ROSA UT 27 #110H Wellbore #1 Design #2 16Mar15 sam				Local Co-ordinate Reference:Well ROSA UT 27 #110FTVD Reference:KB @ 6330.00usft (AzteMD Reference:KB @ 6330.00usft (AzteNorth Reference:TrueSurvey Calculation Method:Minimum Curvature					00)
Project	T31N R5	W Rosa Unit				and a second second				
Map System: Geo Datum: Map Zone:	NAD 1927	Plane 1927 (E (NADCON C co West 3003			System Da	itum:	M	ean Sea Level		
Site	Pad 27					Sector Sector				
Site Position: From: Position Uncertainty	Lat/Lo	-	Northi Eastin 0 usft Slot R			3,400.02 usft 5,077.55 usft 13.20 in	Latitude: Longitude: Grid Converg	jence:		36.8897153 -107.4056260 0.26
Well	ROSA UT	27 #110H - 3	Slot A06							
Well Position	+N/-S +E/-W			orthing: Isting:		2,143,391.23 625,075.59		itude: ngitude:		36.8896912 -107.4056328
	Band W W	A								
Position Uncertainty Wellbore Magnetics	Wellbore	0.0		ellhead Elevatio	Declina	ation	Dip A			6,305.00 usf
Wellbore	Wellbore	0.(• #1	00 usft We Sample	ellhead Elevatio		ation		Ingle		
Wellbore	v Wellbore Mode	0.(##1 el Name	00 usft We Sample	ellhead Elevatio	Declina	ation	Dip A	Angle ')		Strength nT)
Wellbore Magnetics	v Wellbore Mode	0.0 # #1 IGRF2010	00 usft We Sample	e Date 2/18/2014	Declina	ation 9.33	Dip A	\ngle ?) 63.57		Strength nT)
Wellbore Magnetics Design Audit Notes:	v Wellbore Mode	0.0 # #1 IGRF2010 2 16Mar15 sa	00 usft We Sample 1 am Phase Depth From (TV (usft)	e Date 2/18/2014 e: PL	Declina (°) AN +N/-S (usft)	ation 9.33 Tie +E (u	Dip A (* On Depth: /-W sft)	(ngle ?) 63.57 Dire	(0.00 ection (°)	Strength nT)
Wellbore Magnetics Design Audit Notes: Version:	v Wellbore Mode	0.0 # #1 IGRF2010 2 16Mar15 sa	00 usft We Sample 1 am Phase Pepth From (TV	e Date 2/18/2014 e: PL	Declina (°) AN +N/-S	ation 9.33 Tie +E (u	Dip A (' On Depth: /-W	(ngle ?) 63.57 Dire	(0.00 ection	Strength nT)
Wellbore Magnetics Design Audit Notes: Version:	v Wellbore Mode	0.0 # #1 IGRF2010 2 16Mar15 sa	00 usft We Sample 1 am Phase Depth From (TV (usft)	e Date 2/18/2014 e: PL	Declina (°) AN +N/-S (usft)	ation 9.33 Tie +E (u	Dip A (* On Depth: /-W sft)	(ngle ?) 63.57 Dire	(0.00 ection (°)	Strength nT)
Wellbore Magnetics Design Audit Notes: Version: Vertical Section: Plan Sections Measured Depth Inclin	Wellbore Mode	0.0 # #1 IGRF2010 2 16Mar15 sa	00 usft We Sample 1 am Phase Depth From (TV (usft)	e Date 2/18/2014 e: PL	Declina (°) AN +N/-S (usft)	ation 9.33 Tie +E (u	Dip A (* On Depth: /-W sft)	(ngle ?) 63.57 Dire	(0.00 ection (°)	Strength nT)
Wellbore Magnetics Design Audit Notes: Version: Vertical Section: Plan Sections Measured Depth Inclin (usft)	Wellbore Mode Design #2	0.0 ##1 IGRF2010 2 16Mar15 sa D Azimuth (°) 0.00	200 usft We Sample 1 am Phase Pepth From (TV (usft) 0.00 Vertical Depth (usft) 0.00	e Date 2/18/2014 e: PL /D) +N/-S (usft) 0.00	Declina (°) AN +N/-S (usft) 0.00 +E/-W (usft) 0.00	ation 9.33 Tie +E (u 0. Dogleg Rate (*/100usft) 0.00	Dip A (' On Depth: /-W sft) 00 Build Rate (*/100usft) 0.00	vngle *) 63.57 Dire (90 Turn Rate (*/100usft) 0.00	() 0.00 ection (°) 0.10 TFO (°) 0.00	Strength (nT) 50,520
Wellbore Magnetics Design Audit Notes: Version: Vertical Section: Plan Sections Measured Depth Inclin (usft) 0.00 420.00	ination A 0.00 0.00	0.0 ##1 IGRF2010 2 16Mar15 sa D Azimuth (°) 0.00 0.00	00 usft We Sample 1 am Phase Pepth From (TV (usft) 0.00 Vertical Depth (usft) 0.00 Vertical Depth (usft)	e Date 2/18/2014 e: PL /D) +N/-S (usft) 0.00 0.00	Declina (°) AN +N/-S (usft) 0.00 +E/-W (usft) 0.00 0.00	ation 9.33 Tie +E (u 0. Dogleg Rate (°/100usft) 0.00 0.00	Dip A (* On Depth: /-W sft) 00 Build Rate (*/100usft) 0.00 0.00	Angle (*) 63.57 Dire (*) Dire (*) 0.00 0.00 0.00	0.00 ection (°) 0.10 TFO (°) 0.00 0.00	Strength (nT) 50,520
Wellbore Magnetics Design Audit Notes: Version: Vertical Section: Plan Sections Measured Depth Inclin (usft) 0.00 420.00 1,261.83	Wellbore Mode Design #2 (*) 0.00 0.00 16.84	0.0 ##1 IGRF2010 2 16Mar15 sa D Azimuth (°) 0.00 0.00 202.97	00 usft We Sample 1 am Phase Pepth From (TV (usft) 0.00 Vertical Depth (usft) 0.00 Vertical Depth (usft)	e Date 2/18/2014 e: PL /D) +N/-S (usft) 0.00 0.00 -113.06	Declina (°) AN +N/-S (usft) 0.00 +E/-W (usft) 0.00 0.00 0.00 -47.92	ation 9.33 Tie +E (u 0, Dogleg Rate (°/100usft) 0.00 0.00 2.00	Dip A (* On Depth: /-W sft) 00 Build Rate (*/100usft) 0.00 0.00 2.00	Angle (*) 63.57 Dire (*) Dire (*) 0.00 0.00 0.00 0.00 0.00	0.00 ection (*) 0.10 TFO (*) 0.00 0.00 202.97	Strength (nT) 50,520
Wellbore Magnetics Design Audit Notes: Version: Vertical Section: Plan Sections Measured Depth Inclin (usft) 0.00 420.00	ination A 0.00 0.00	0.0 ##1 IGRF2010 2 16Mar15 sa D Azimuth (°) 0.00 0.00	00 usft We Sample 1 am Phase Pepth From (TV (usft) 0.00 Vertical Depth (usft) 0.00 Vertical Depth (usft)	e Date 2/18/2014 e: PL /D) +N/-S (usft) 0.00 0.00	Declina (°) AN +N/-S (usft) 0.00 +E/-W (usft) 0.00 0.00	ation 9.33 Tie +E (u 0. Dogleg Rate (°/100usft) 0.00 0.00	Dip A (* On Depth: /-W sft) 00 Build Rate (*/100usft) 0.00 0.00	Angle (*) 63.57 Dire (*) Dire (*) 0.00 0.00 0.00	0.00 ection (*) 0.10 TFO (*) 0.00 0.00 202.97 0.00	Strength (nT) 50,520

, i

WPX

Planning Report

Design:	Design #2 16Mar15 sam		
Wellbore:	Wellbore #1		
Well:	ROSA UT 27 #110H	Survey Calculation Method:	Minimum Curvature
Site:	Pad 27	North Reference:	True
Project:	T31N R5W Rosa Unit	MD Reference:	KB @ 6330.00usft (Aztec 1000)
Company:	WPX Energy	TVD Reference:	KB @ 6330.00usft (Aztec 1000)
Database:	COMPASS-SANJUAN	Local Co-ordinate Reference:	Well ROSA UT 27 #110H (A06) - Slot A06

Planned Survey

· .

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.0
320.00 9 5/8"	0.00	0.00	320.00	0.00	0.00	0.00	0.00	0.00	0.0
420.00	0.00	0.00	420.00	0.00	0.00	0.00	0.00	0.00	0.00
Start Build 2			120.00		0.00	0.00	0.00	0.00	0.01
500.00	1.60	202.97	499.99	-1.03	-0.44	-0.43	2.00	2.00	0.00
1,000.00	11.60	202.97	996.05	-53.87	-22.84	-22.74	2.00	2.00	0.00
1,261.83	16.84	202.97	1,249.76	-113.06	-47.92	-47.73	2.00	2.00	0.00
Hold 16.84 In	clination								
1,500.00	16.84	202.97	1,477.73	-176.58	-74.85	-74.54	0.00	0.00	0.00
2,000.00	16.84	202.97	1,956.30	-309.91	-131.37	-130.82	0.00	0.00	0.00
2,500.00	16.84	202.97	2,434.86	-443.25	-187.88	-187.11	0.00	0.00	0.00
3,000.00	16.84	202.97	2,913.43	-576.59	-244.40	-243.40	0.00	0.00	0.00
3,500.00	16.84	202.97	3,392.00	-709.92	-300.92	-299.68	0.00	0.00	0.00
4,000.00	16.84	202.97	3,870.57	-843.26	-357.44	-355.97	0.00	0.00	0.00
4,500.00	16.84	202.97	4,349.13	-976.60	-413.96	-412.25	0.00	0.00	0.00
5,000.00	16.84	202.97	4,827.70	-1,109.93	-470.48	-468.54	0.00	0.00	0.00
5,500.00	16.84	202.97	5,306.27	-1,243.27	-527.00	-400.54	0.00	0.00	0.00
6,000.00 6,485.00	16.84 16.84	202.97 202.97	5,784.84 6,249.05	-1,376.61 -1,505.94	-583.52 -638.34	-581.11 -635.71	0.00	0.00	0.00
7"	10.04	202.01	0,240.00	1,000.04	-000.04	-000.71	0.00	0.00	0.00
6,500.00	16.84	202.97	6,263.40	-1,509.94	-640.03	-637.40	0.00	0.00	0.00
6,587.20	16.84	202.97	6,346.87	-1,533.20	-649.89	-647.21	0.00	0.00	0.00
Start Build/T	urn DLS 9.00 TF	O -111.68	A Printer and the	AND DESCRIPTION OF					
7,000.00	34.16	114.73	6,728.69	-1,640.51	-564.97	-562.11	9.00	4.20	-21.38
7,500.00	76.31	94.31	7,009.32	-1,721.73	-175.02	-172.02	9.00	8.43	-4.08
7,671.05	91.12	90.10	7,028.00	-1,728.17	-5.64	-2.62	9.00	8.66	-2.47
POE at 91.12			Level Jasa Base	18.0.STRINGS					
8,000.00	91.12	90.10	7,021.55	-1,728.72	323.25	326.27	0.00	0.00	0.00
8,500.00	91.12	90.10	7,011.75	-1,729.57	823.15	826.17	0.00	0.00	0.00
9,000.00	91.12	90.10	7,001.95	-1,730.41	1,323.06	1,326.07	0.00	0.00	0.00
9,500.00	91.12	90.10	6,992.16	-1,731.26	1,822.96	1,825.98	0.00	0.00	0.00
10,000.00	91.12	90.10	6,982.36	-1,732.10	2,322.86	2,325.88	0.00	0.00	0.00
10,500.00	91.12	90.10	6,972.56	-1,732.95	2,822.77	2,825.79	0.00	0.00	0.00
11,000.00	91.12	90.10	6,962.76	-1,733.79	3,322.67	3,325.69	0.00	0.00	0.00
11,500.00	91.12	90.10	6,952.96	-1,734.64	3,822.57	3,825.59	0.00	0.00	0.00
12,000.00	91.12	90.10	6,943.16	-1,735.48	4,322.48	4,325.50	0.00	0.00	0.00
12,500.00	91.12	90.10	6,933.36	-1,736.32	4,822.38	4,825.40	0.00	0.00	0.00
	91.12	90.10	6,923.56	-1,737.17	5,322.28	5,325.31	0.00	0.00	0.00
13,000.00 13,500.00		90.10		-1,737.17			0.00	0.00	0.00
13,500.00	91.12 91.12	90.10	6,913.76 6,903.96	-1,738.01	5,822.19 6,322.09	5,825.21 6,325.11	0.00	0.00	0.00
14,500.00	91.12	90.10	6,894.16	-1,739.70	6,821.99	6,825.02	0.00	0.00	0.00
15,000.00	91.12	90.10	6,884.36	-1,740.55	7,321.90	7,324.92	0.00	0.00	0.00
15,500.00	91.12	90.10	6,874.56	-1,741.39	7,821.80	7,824.83	0.00	0.00	0.00
16,000.00	91.12	90.10	6,864.77	-1,742.24	8,321.70	8,324.73	0.00	0.00	0.00
16,500.00	91.12	90.10	6,854.97	-1,743.08	8,821.61	8,824.63	0.00	0.00	0.00
17,000.00	91.12	90.10	6,845.17	-1,743.93	9,321.51	9,324.54	0.00	0.00	0.00
17,500.00	91.12	90.10	6,835.37	-1,744.77	9,821.41	9,824.44	0.00	0.00	0.00
18,000.00	91.12	90.10	6,825.57	-1,745.62	10,321.32	10,324.35	0.00	0.00	0.00
18,233.09	91.12	90.10	6,821.00	-1,746.01	10,554.36	10,557.39	0.00	0.00	0.00

WPX

Planning Report

Database: Company: Project: Site: Well: Wellbore: Design:	COMPASS-S WPX Energy T31N R5W R Pad 27 ROSA UT 27 Wellbore #1 Design #2 16	osa Unit #110H			TVD Refere MD Referen North Refer	ice:	KB @ 6330	A UT 27 #110H (A06) - 0.00usft (Aztec 1000) 0.00usft (Aztec 1000) Curvature	Slot A06
Design Targets Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
TD / PBHL Rosa 27 #11 - plan hits target cer - Point		0.00	6,821.00	-1,746.01	10,554.36	2,141,692.54	635,637.66	36.8848898	-107.369544
PP Rosa 27 #110H - plan hits target cer - Point	0.00 nter	0.00	7,028.00	-1,728.17	-5.64	2,141,663.06	625,077.69	36.8849443	-107.405652

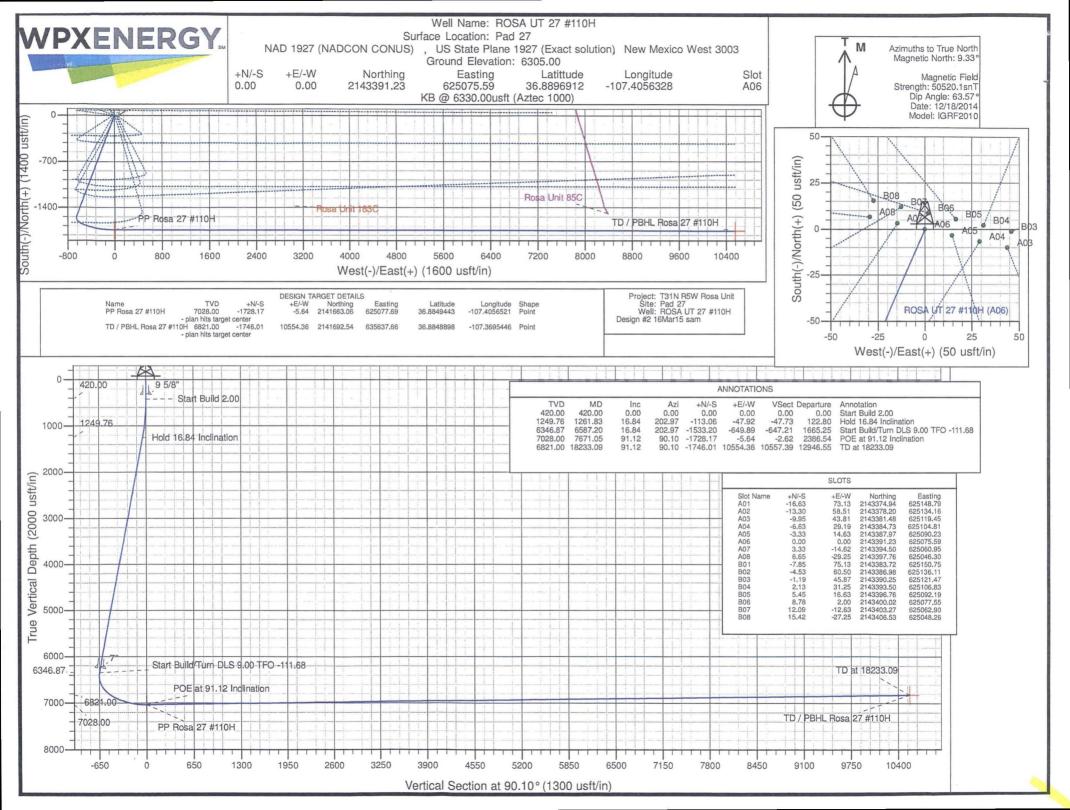
Casing Points

× 7

Measured Depth (usft)	Vertical Depth (usft)		Name	Casing Diameter (in)	Hole Diameter (in)	
320.00	320.00	9 5/8"		9.62	12.25	
6,485.00	6,249.05	7"		7.00	8.75	

Plan Annotations

Measured	Vertical	Local Coor	dinates	
Depth (usft)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Comment
420.00	420.00	0.00	0.00	Start Build 2.00
1,261.83	1,249.76	-113.06	-47.92	Hold 16.84 Inclination
6,587.20	6,346.87	-1,533.20	-649.89	Start Build/Turn DLS 9.00 TFO -111.68
7,671.05	7,028.00	-1,728.17	-5.64	POE at 91.12 Inclination
18,233.09	6,821.00	-1,746.01	10,554.36	TD at 18233.09



3. Cuttings disposal construction, operation and closure will be permitted and regulated under NMOCD Rule 17.

After the completion phases and pipeline installation, portions of the project area not needed for operation will be reclaimed. When all wells are plugged, final reclamation will occur within the remainder of the project area. Reclamation is described in detail in the Reclamation Plan (Appendix C).

7.0 Methods for Handling Waste

A. Cuttings

- Drilling operations will utilize a closed-loop system. Drilling of the horizontal laterals will be accomplished with water-based mud. All cuttings will be placed in roll-off bins and hauled to Section 23 cuttings disposal and/or a cuttings disposal at Section 25 recycling containment. WPX will follow Onshore Oil and Gas Order No. 1 regarding the placement, operation, and removal of closed-loop systems. No blow pit will be used.
- 2. If oil-based mud drilling is used, a closed-loop system will be used to minimize potential impacts to surface and groundwater quality. A 30-mil reinforced liner will be placed under the drill rig mats and all drilling machinery. This area will be enclosed by a containment berm and ditches, which will drain to sump areas for spill prevention and control. The containment berm will be ramped to allow access to the solids control area.
- 3. Closed-loop tanks will be adequately sized for containment of all fluids.
- B. Drilling Fluids
 - Drilling fluids will be stored onsite in above-ground storage tanks. Upon termination of drilling operations, the drilling fluids will be recycled and transferred to other permitted closed-loop systems or returned to the vendor for reuse, as practical. All residual fluids will be hauled to a commercial disposal facility.
- C. Spills
 - 1. Any spills of non-freshwater fluids will be immediately cleaned up and removed to an approved disposal site.
- D. Sewage
 - 1. Portable toilets will be provided and maintained during construction, as needed (see Figure 11 and 12 in Appendix B for the location of toilets).
- E. Garbage and other waste material
 - 1. All garbage and trash will be placed in a metal trash basket. The trash and garbage will be hauled off site and dumped in an approved landfill, as needed.
- F. Hazardous Waste
 - 1. No chemicals subject to reporting under Superfund Amendments and Reauthorization Act Title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completing of these wells.
 - 2. No extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completing of these wells.
 - 3. All fluids (i.e., scrubber cleaners) used during washing of production equipment will be properly disposed of to avoid ground contamination or hazard to livestock or wildlife.

Directions from the Intersection of US Hwy 550 & US Hwy 64

in Bloomfield, NM to WPX Energy Production, LLC Rosa UT 27 #110H

958' FNL & 451' FWL, Section 19, T31N, R5W, N.M.P.M., Rio Arriba County, NM

Latitude: 36.889697°N Longitude: 107.406236°W Datum: NAD1983

From the intersection of US Hwy 550 & US Hwy 64 in Bloomfield. NM, travel Easterly on US Hwy 64 for 38.0 miles to Mile Marker 102.3 to State Hwy 527 (Simms Hwy);

Go Left (North-westerly) on State Hwy 527 (Simms Hwy) for 7.9 miles to Rosa Road @ La Jara Station:

Go Right (Northerly) on Rosa Road for 6.5 miles to 4-way intersection;

Go Left which is straight (North-easterly) remaining on Rosa Road for 5.9 miles to fork in road;

Go Right (Easterly) for 0.25 miles to fork in roadway;

Go Right which is straight (Easterly) for 0.1 miles to fork in roadway:

Go Left which is straight (Easterly) for 1.3 miles to fork in roadway;

Go Right (Westerly) for 0.1 miles to new access on right-hand side of roadway which continues for 71.0[°] to staked WPX Rosa UT 27 #110H location.

