State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin Cabinet Secretary David R. Catanach Division Director Oil Conservation Division



Brett F. Woods, Ph.D. Deputy Cabinet Secretary

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 3160-3 APD form.

Operator Signature Date: $5-21-15$ Well information; Operator WPX , Well Name and Number Rc	sa Unit 29 # 105H
API# <u>30.039-31327</u> , Section <u>25</u> , Township <u>31</u>	NS, Range E/W
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	* APD Held for name change see sundry

- 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

OIL CONS. DIV DIST. 3

Form 3160-3 (September 2001)

JUN 26 2015 UNITED STATES

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT



FORM APPROVED OMB No. 1004-0136 Expires January 31, 2004

5 Lease Serial No.

078769 If Indian, Allottee or Tribe Name

APPLICATION FOR PERMIT TO DR	ILL OR REENTER		,	
la. Type of Work: 🛛 DRILL 🔲 REENTER	MA	Y 2 / 2	U7JIf Unit or CA Agreement, 1 Rosa Unit R-13457 NM	Name and No.
1b. Type of Well: ☐ Oil Well ☐ Gas Well ☐ Other	Single Zone Haviolin	ngton Field	8. Lease Name and Well No.	
2. Name of Operator	Bureau of	Land Ma	nagamentii No. 30-039-313	20
WPX Energy Production, LLC 3a, Address	3b. Phone No. (include area code)		10. Field and Pool, or Explorat	orv
P.O. Box 640 Aztec, NM 87410	(505) 333-1849		Basin Mancos	,
4. Location of Well (Report location clearly and in accordance with any S	-> /		11. Sec., T., R., M., or Blk. and	l Survey or Area
At surface 1015' FNL & 363' FEL, sec 25, T31N, R6W At proposed prod. zone 83' FSL & 1193' FWL, sec 21, T31N, R5V		NENE	SHL: Section 25, T31N, R6V	v
14. Distance in miles and direction from nearest town or post office*			12. County or Parish	13. State
Approximately 58 miles East from Bloomfield NM			Rio Arriba	NM
15. Distance from proposed*	16. No. of Acres in lease	17. Spacing	Unit dedicated to this well	
location to nearest property or lease line, ft.			1464.85	
(Also to nearest drig. unit line, if any) 363	1464.85_2560,00	1	West Rosa Unit Project Area 24.	118.76 Acres
18. Distance from proposed location*	19. Proposed Depth	20. BLM/B	IA Bond No. on file	
to nearest well, drilling, completed, applied for, on this lease, ft.		!		
15'	18,083 MD / 6,838 TVD	UTB00	 	
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date work will st	art*	23. Estimated duration	
6372' GR	June 15, 2015		1 month	
	24. Attachments			
The following, completed in accordance with the requirements of Onshore	e Oil and Gas Order No.1, shall be atta	ched to this	form:	
Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forcet System I.)	Item 20 above).	•	unless covered by an existing	bond on file (see

- 2. A
- SUPO shall be filed with the appropriate Forest Service Office).
- 6. Such other site specific information and/or plans as may be required by the

25. Signature	Name (Printed/Typed)	Date 5-21-2015
1 () march 1	Andrea Felix	001001
The		
Regulatory Specialist Senior		
Approved by (Signature) A	Name (Printed/Typed)	Date
D) // antheo/		6/24/15
Title	Office 7	,
' AFM	FFO	
Application approval does not warrant or certify that the appl	icant holds legal or equitable title to those rights in the subject lea	se which would entitle the applicant to conduct

operations thereon.

Conditions of approval, if any, are attached

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.

WPX Energy Production, LLC, proposes to develop the Basin Mancos Pool at the above described location in accordance with the attached drilling and surface use plans.

The well pad surface is on lease on BLM surface within the Rosa Unit and will be co-located with the Rosa UT 29 101H / Rosa UT 29 102H / Rosa UT 29 103H / Rosa UT 29 104H / Rosa UT 29 106H / Rosa UT 29 107H / Rosa UT 29 108H.

This location has been archaeologically surveyed by LaPlata Archeology. Copies of their report have been submitted directly to the BLM.

No new access road is needed for this location as this location will be BO- located with the said of the location as this location will be BO- located with the said of the location as this location will be BO- located with the said of the location as this location will be BO- located with the said of the location as this location will be BO- located with the said of the location as the location will be BO- located with the said of the location will be BO- located with the said of the location will be BO- located with the said of the location will be BO- located with the said of the location will be BO- located with the said of the location will be BO- located with the said of the location will be BO- located with the location will be BO- located with the location will be BO- located with the located with the location will be BO- located with the located with th

New pipeline is approximately 725.1' on BLM surface on lease.

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

ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER **AUTHORIZATION REQUIRED FOR OPERATIONS** ON FEDERAL AND INDIAN LANDS

MOCDA

This action is subject to technical and procedural review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4

District I 1625 N. French Drive, Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First Street, Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

District IV 1220 S. St. Francis Drive, Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department

Santa Fe, NM 87505

Submit one copy to Appropriate District Office

OIL CONSERVATION DIVISION 1220 South St. Francis Drive

AMENDED REPORT

Form C-102 Revised August 1, 2011

17 OPERATOR CERTIFICATION I hereby certify that the information contained erein is true and complete to the best of my moviledge and belief, and that this organization either owns a working interest or unleased nineral interest in the land including the proposed bottom-hole location or has a right to drill this well at this location pursuant tid a contract with an owner of such a mineral righworking interest, or to a voluntary pooling streement or a compulsory pooling order interest or the supplied of the proposed by the division.

Date "OPERATOR CERTIFICATION

Date Feli ndiea klixe upxenergy 10

SURVEYOR CERTIFICATION thereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or und my supervision and that the same is true and correct to the best of my belief.

Date Revised: MARCH 23, 2015 Date of Survey: JANUARY 2, 2015

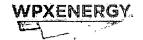
Signature and Seal of Professional Surveyor



WELL LOCATION AND ACREAGE DEDICATION PLAT 'API Number *Pool Code -0391 97232 BASIN MANCOS Well Number Property Name 4804 HZ05H ROSA UT 29 Flevation OGRID No Operator Name WPX ENERGY PRODUCTION, LLC 120782 6372 ¹⁰ Surface Location ff or fot on RIO Feet from the 25 A 31N 6W 1 1015 NORTH 363 **EAST** ARRIBA ¹¹ Bottom Hole Location If Different From Surface is or lot o Feet from the North/South line RIO 21 5W М 31N 83 SOUTH 1193 WEST ARRIBA Dedicated Joint or Infill N/2 - Section 25, T31N, R6W 5/2 - Section 20, 21, T31N, R5W N/2 - Sections 29, 30, T31N, R5W Consolidation Code 1464.85 N/2

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD

(RECORD) NORTH 2640.00 UNIT HAS BEEN APPROVED BY THE DIVISION Certificate Number 15269 NO 14'27'W 2642.13' (MEASURED) NU "; (PECORD) S89 "58 W 1845.36" S89 "40 '44 W 1845.24" (MEASURED) "] (MEASURED) (RECORD) S89 *58 % 2640.00 (RECORD) 589 '59 W 2642.31' 589 '32 '38'W 2637.07' (MEASURED) (RECORD) NB9 "59 W 2643.53" S89 "27"22"W 2642.41" (MEASURED) (RECORD) NB9 "59 W 2643.63" S89 "57 '44"W 2636.80" (MEASURED) (RECORD) 589 50 E 2640.00 (RECORD) 589 59 W 2642.31 S89 "58"12"E 2639.91 (MEASURED) S89 "55" 09" W 2628.91" (MEASURED) 589 '47'25'W 2643.19' (MEASURED) NO 17 05 W 2636.86 NO 02 W 2640.00 (RECORD) OIL CONS. DIV DIST. 3 LOT 107 (MEASURED) (MEASURED) 19 05 W 2633. 03 N 2640.0 (PECORD) 03 W 2540.0 (MEASUMED) JUN 2/6 2015 (MEASURED) NO 12 52 W 2642.18 Q. LOT 107 NORTH 2640,00 (RECORD) ş £ ١ ġ 814 24 19 20 21 'n m (MEASURED) NO 117 00 W 2630.98 · NO 102 W 2640.00 · (PECORD) 103E (MEASURED) 3'49'W 2636.; LOT 3 107 2640.0 2840 090 090 (RECORD) _ 589 50 E 1198.56 ' NB9 57 20 E 1196.20 ' | (MEASURED) // 82 (RECORD) WEST 1849-32 ' S89 *45 '19"W -1849-19 ' (MEASURED) ş URED) (RECORD) N S89 50 E 2540.00 S N89 57 41 E 2534.54 (MEASURED) 4 (RECORD) WEST 2640.00 (RECORD) HEST 2640.00 ş 107 LO7 (RECORD) NB9 *59 W 2643.30 * (RECORD) WEST 2640.00 *43:01"W 2633.94" (MEASURED) 589 *45 58 W 2630.86 (MEASURED) 1145 186 (MEASURED) S89 *46 '21 W 2636.34 S89 *34 '52"N 2638.94 (MFASURED) S89 *45 27 W 2640.19 (MEASURED) NAA 21.TE 10580.2 (MEASURED) 19'30'N 2532,70' 0'03'N 2540.00' IRFC/NRO) (MEASUMED) NO '20'31"W 2538.10' NO '02 W 2540.00' (RECORD) (PECOPD) NO 103 E 2640.00° NO 109 21 W 2641.53° (MEASUPED) NO6"54.91E 695.3" N89 *59 W 2643.30 (RECORD) LOT 1 (MEASUPED) 17:17:17:18 2633. LOT 1 - 563 (MEASURED) NO 15 24 W 2640.08 Q 707 NORTH 2640.00 (RECORD) £ ş ۶ LOT ž 28 30 NO '14' 19' W 2633.92' NO '02' W 2640.00' (FECCHO) (RECORD) NO '03 E 2640.00' 0 '10 '53 W 2639.35' (MEASURED) Ġ (1) LOT 8 A536.5 LOT (NEASURED) 19 55 W 2634 D3 W 2640.(28.00 WEASUR 18:15 W 73.¥ (£0. 4 LOT ş £ 107 ₹ ٤ (NEASURED) \$89 "50 "57" N 2625.99 (MEASURED) S89 '42'09"W 2632.80 (MEASURED) 589 *43 28 W 2639.21 (NEASURED) NB9 *48 '09' E 2634.82 SB9 *55' E 2640.00' (RECORD) (MEASURED) S89 *36 '03 '14 2645.79 (MEASURED) 589 *42 32 W 2634.97 N89 *57 W 2640.00 (RECORD) A-6-₩ S89 *59 W 2541.32 (RECORD) S89 '59 W 2641.32 (RECORD) S89 '58 W 2643.30 (RECORD) 589 '58 W 2643.30' (RECORD) (MEASUFED) — \$89 *46 *40 *1 *1857.64 * \$89 *57 *1 *1854.60 * (RECORD) (MEASURED) NB9 '51 '57' E 1200.16' SURFACE LOCATION 1015 FNL 363 FEL SEC 25, T3IN, RGW LAT: 36.875065 N LONG: 107.408423 N DATURE NAD1927 POINT-OF-ENTRY 186 FML 259 FEL SEC 25, T31N, R6W LAT: 35 877342 N LONG: 107,408067 W DATUM: NAD1927 END-OF-LATERAL 83 FSL 1193 FWL SEC 21. T31N, PSW LAT: 36.878036 N LONG: 107.372007 W DATUM: NAD1927 S89 "55 E 1201.86" (RECORD) (MEASURED) NO *14 '34 'W 2640.00' NORTH 2640.00 (RECORD) LAT: 36.878042°N LONG: 107.372609°M DATUM: NAD1983 LAT: 36.875071 N LONG: 107.409026 W DATUM: NAD1983 LAT: 36.877348 °N LONG: 107.408670 °W DATUM: NAD1983



WPX ENERGY

Operations Plan

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

DATE:

5/15/15

FIELD:

Basin Mancos

WELL NAME:

ROSA UT 29 #105H

SURFACE:

BLM

SH Location:

NENE Sec 25-31N-06W

ELEVATION: 6372' GR

BH Location:

SWSW Sec 21-31N-05W

MINERALS:

BLM

Rio Arriba, NM

MEASURED DEPTH: 18083'

GEOLOGY:

Surface formation - San Jose

Name	MD	TVD	Name	MD	TVD
Ojo Alamo	2534	2506	Point Lookout	5764	5681
Kirtland	3658	2628	Mancos	6243	6154
Picture Cliffs	3185	3146	Kickoff Point	6458	6389
Lewis	3575	3530	Top Target	6933	6807
Chacra	4674	4610	Landing Point	7530	7077
Cliff House	5511	5433	Base Target	7530	7077
Menefee	5554	5475			
			TD	18083	6838

- A. MUD LOGGING PROGRAM: Mudlogger on location from surface csq to TD.
- B. LOGGING PROGRAM: LWD GR from surface casing to TD.
- C. NATURAL GAUGES: Gauge any noticeable increases in gas flow. Record all gauges in Tour book and on morning reports.

II. DRILLING

- A. MUD PROGRAM: LSND mud (WBM) will be used to drill the 12-1/4" Surface hole and the 8 3/4" Directional Vertical portion of the wellbore. A LSND (WBM) or (OBM) will be used to drill the curve and lateral portions of the wellbore. Treat for lost circulation as necessary. Obtain 100% returns prior to cementing. Notify Engineering of any mud losses.
- B. BOP TESTING: 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 (N)	DEPTH (MD)	FΤ	CASING SIZE	(IN	WEIGHT(I	BGRADE
Surface	12.25"		320'+		9.625"		36#	J-55
Intermediate	8.75"		6358'		7"		23#	N-80
Prod. Liner	6.125"		6208' – 18083'		4-1/2"		11.6#	P-110
Tie-Back String	N/A		Surf. – 6208'		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.
- 2. 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.
- 3. <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) positioned inside the 330ft Hard line. 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. TIE-BACK CASING: Please see Notes below.

C. **CEMENTING**:

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

- 1. <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. INTERMEDIATE: 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. PRODUCTION LINER: 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 (56 cu-ft) Water Spacer. Lead Cement: Extencem ™ System. Yield 1.36 cu ft/sk, 13.3 ppg, (947 sx / 1288 cu ft. / 229 bbls). Tail Spacer: 20 BBL of MMCR. Displacement: Displace w/ +/- 252 bbl Fr Water. Total Cement (1288 cu ft / 229 bbls).

IV. COMPLETION

A. CBL

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.

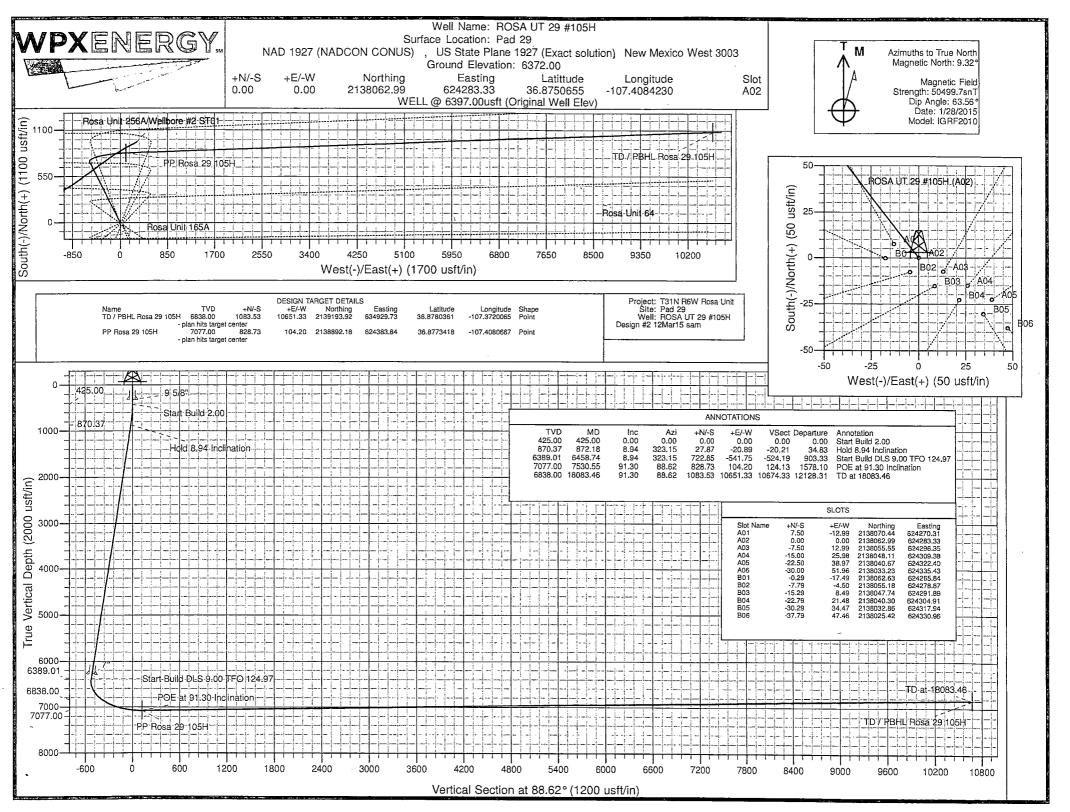
Proposed Operations:

A 4-1/2" 11.6# P-110 Liner will be run to TD and landed +/- 150 ft. into the 7" 23# K-55 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).

The Drilling Rig will be rigged down at this point and Completion operations will begin.

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 R6W Rosa Unit Pad 29 ROSA UT 29 #105H - Slot A02

Wellbore #1

Plan: Design #2 12Mar15 sam

Standard Planning Report - Geographic

17 March, 2015

WPX

Planning Report - Geographic

Database: COMPASS-SANJUAN Local Co-ordinate Reference: Well ROSA UT 29 #105H (A02) - Slot A02 WPX Energy Company: TVD Reference: WELL @ 6397.00usft (Original Well Elev) Project: T31N R6W Rosa Unit MD Reference: WELL @ 6397.00usft (Original Well Elev) Pad 29 North Reference: True Well: ROSA UT 29 #105H Survey Calculation Method: Minimum Curvature Wellbore: Wellbore #1 Design: Design #2 12Mar15 sam T31N R6W Rosa Unit Project Map System: US State Plane 1927 (Exact solution) System Datum: Mean Sea Level NAD 1927 (NADCON CONUS) Geo Datum: New Mexico West 3003 Map Zone:

Site Pad 29 Northing: 2,138,085.32 usft 36.8751272 Site Position: Latitude: -107.4085562 Easting: 624,244.26 usft From: Мар Longitude: 13.20 in 0.25° **Position Uncertainty:** 0.00 usft Slot Radius: Grid Convergence:

Well ROSA UT 29 #105H - Slot A02 Well Position +N/-S 0.00 usft 2,138,062.99 usft 36.8750654 Northing: Latitude: -107.4084230 +E/-W 0.00 usft Easting: 624,283.33 usft Longitude: 6,372.00 usft **Position Uncertainty** 0.00 usft Wellhead Elevation: 0.00 usft Ground Level:

Wellbore	Wellbore #1				
Magnetics	Model Name	Sample Date	Declination (°)	Dip Angle (°)	Field Strength (nT)
	IGRF2010	1/28/2015	9.32	63,56	50,500

Design	Design #2 12Mar15 sam			·	• •
Audit Notes:					
Version:	Phase:	PLAN	Tie On Depth:	0.00	
Vertical Section:	Depth From (TVD)	+N/-S	+E/-W	Direction	
	(usft)	(usft)	(usft)	(°)	
	0.00	0.00	0.00	88.62	

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	the application many sufficient to the designation of
425.00	0.00	0.00	425.00	0.00	0.00	0.00	0.00	0.00	0.00	
872.18	8.94	323.15	870.37	27.87	-20.89	2.00	2.00	0.00	323.15	
6,458.74	8.94	323.15	6,389.01	722.85	-541.75	0.00	0.00	0.00	0.00	
7,530.55	91.30	88.62	7,077.00	828.73	104.20	9.00	7.68	11.71	124.97	PP Rosa 29 105H
18,083.46	91.30	88.62	6,838.00	1,083.53	10,651.33	0.00	0.00	0.00	0.00	TD / PBHL Rosa 29

WPX

Planning Report - Geographic

Database:

COMPASS-SANJUAN

Company: Project: WPX Energy T31N R6W Rosa Unit

Site:

Pad 29

Well:

ROSA UT 29 #105H

Wellbore:

Wellbore #1

Design:

Design #2 12Mar15 sam

TVD Referen

TVD Reference: MD Reference:

North Reference: Survey Calculation Method:

Local Co-ordinate Reference:

Well ROSA UT 29 #105H (A02) - Slot A02

WELL @ 6397.00usft (Original Well Elev) WELL @ 6397.00usft (Original Well Elev)

True

Minimum Curvature

leasured Depth ((usft)	nclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
0.00	0.00	0.00	0.00	0.00	0.00	2,138,062.99	624,283.33	36.8750654	-107.40842
320.00	0.00	0.00	320.00	0.00	0.00	2,138,062.99	624,283.33	36.8750654	-107.40842
9 5/8"							00,000		
425.00	0.00	0.00	425.00	0.00	0.00	2,138,062.99	624,283.33	36.8750654	-107.40842
Start Build 500.00	1.50	323.15	499,99	0.79	-0.59	2,138,063.77	624,282.74	36.8750676	-107.40842
872.18	8.94	323.15	870.37	27.87	-20.89	2,138,090.77	624,262.32	36.8751420	-107.40849
	Inclination	•							
1,000.00	8.94	323.15	996.63	43.77	-32.81	2,138,106.62	624,250.33	36.8751857	-107.40853
1,500.00	8.94	323.15	1,490.55	105.97	-79.42	2,138,168.61	624,203.44	36.8753565	-107.40869
2,000.00	8.94	323.15	1,984.47	168.17	-126.04	2,138,230.60	624,156.55	36.8755274	-107.40885
2,500.00	8.94	323.15	2,478.40	230.37	-172.66	2,138,292,59	624,109.65	36.8756982	-107.40901
3,000.00	8.94	323.15	2,972.32	292.57	-219.28	2,138,354.59	624,062.76	36.8758691	-107.40917
3,500.00	8.94	323.15	3,466.24	354.77	-265.90	2,138,416.58	624,015.86	36.8760399	-107.40933
4,000.00	8.94	323.15	3,960.16	416.98	-312.51	2,138,478.57	623,968.97	36.8762108	-107.40949
4,500.00	8.94	323.15	4,454.08	479.18	-359.13	2,138,540.56	623,922.08	36.8763816	-107.4096
5,000.00	8.94	323.15	4,948.00	541.38	-405.75	2,138,602.56	623,875.18	36.8765525	-107.4098
5,500.00	8.94	323.15	5,441.92	603,58	-452.37	2,138,664.55	623,828.29	36.8767233	-107.40996
6,000.00	8.94	323.15	5,935.84	665.78	-498.98	2,138,726.54	623,781.39	36.8768942	-107.41012
6,358.00 7 "	8.94	323.15	6,289.49	710.31	-532.36	2,138,770.93	623,747.82	36.8770165	-107.41024
6,458.74	8.94	323.15	6,389.01	722.85	-541.75	2,138,783.42	623,738.37	36.8770509	-107.41027
Start Build	DLS 9.00 TI	O 124.97							
6,500.00	7.46	347.28	6,429.85	728.03	-544.27	2,138,788.59	623,735.83	36.8770652	-107.41028
7,000.00	44.05	80.82	6,880.85	790,67	-370.82	2,138,852.00	623,909.00	36.8772372	-107.40969
7,500.00	88.57	88.27	7,076.97	827.90	73.66	2,138,891.21	624,353.31	36.8773395	-107.40817
7,530.55	91.30	88.62	7,077.00	828.73	104.20	2,138,892.18	624,383.84	36.8773418	-107.40806
	30 Inclinatio			-	7=	, m			
8,000.00	91.30	88.62	7,066.37	840.07	573.39	2,138,905.60	624,852.98	36.8773729	-107.40646
8,500.00	91.30	88.62	7,055.04	852.14	1,073.12	2,138,919.90	625,352.65	36.8774060	-107.40475
9,000.00	91.30	88.62	7,043.72	864.21	1,572.84	2,138,934.20	625,852.32	36.8774391	-107.40304
9,500.00	91,30	88.62	7,032.40	876,29	2,072.57	2,138,948.49	626,351.98	36.8774722	-107.40133
10,000.00	91.30	88.62	7,021.07	888.36	2,572.30	2,138,962.79	626,851.65	36.8775052	-107.39962
10,500.00	91.30	88.62	7,009.75	900.43	3,072.02	2,138,977.09	627,351.32	36.8775383 36.8775713	-107.39791 -107.39621
11,000.00 11,500.00	91.30 91.30	88.62 88.62	6,998.42 6,987.10	912.51 924.58	3,571.75 4,071.47	2,138,991.38 2,139,005.68	627,850.99 628,350.65	36.8776042	-107.39621
12,000.00	91.30	88.62	6,975.78	936.65	4,571.20	2,139,019.98	628,850.32	36.8776372	-107.39279
12,500.00	91.30	88.62	6,964.45	948.73	5,070.93	2,139,034.28	629,349.99	36.8776701	-107.39108
13,000.00	91.30	88.62	6,953,13	960.80	5,570.65	2,139,048.57	629,849.66	36.8777030	-107.38937
13,500.00	91.30	88.62	6,941.81	972.87	6,070.38	2,139,062.87	630,349.32	36.8777359	-107.38766
14,000.00	91.30	88.62	6,930.48	984.95	6,570.10	2,139,077.17	630,848.99	36.8777688	-107.38596
14,500.00	91.30	88.62	6,919.16	997.02	7,069.83	2,139,091.47	631,348.66	36.8778016	-107.38425
15,000.00	91.30	88.62	6,907.83	1,009.09	7,569.56	2,139,105.76	631,848.32	36.8778344	-107.38254
15,500.00	91.30	88.62	6,896.51	1,021.17	8,069.28	2,139,120.06	632,347.99	36.8778672	-107.38083
16,000.00	91.30	88.62	6,885.19	1,033.24	8,569.01	2,139,134.36	632,847.66	36,8778999	-107.37912
16,500.00	91.30	88.62	6,873.86	1,045.31	9,068.73	2,139,148.65	633,347.33	36.8779326	-107.37741
17,000.00	91.30	88.62	6,862.54	1,057.39	9,568.46	2,139,162.95	633,846.99	36.8779654	-107.37570
17,500.00	91.30	88.62	6,851.21	1,069.46	10,068.19	2,139,177.25	634,346.66	36.8779980	-107.37400
18,000.00	91.30	88.62	6,839.89	1,081.53	10,567.91	2,139,191.55	634,846.33	36.8780307	-107.37229

WPX

Planning Report - Geographic

Database: Company: COMPASS-SANJUAN

WPX Energy

Project: T31N R6W Rosa Unit Site:

Pad 29

Well: Wellbore: ROSA UT 29 #105H

Wellbore #1

Design #2 12Mar15 sam Design:

Local Co-ordinate Reference:

TVD Reference:

MD Reference: North Reference:

Survey Calculation Method:

Well ROSA UT 29 #105H (A02) - Slot A02 WELL @ 6397.00usft (Original Well Elev)

WELL @ 6397.00usft (Original Well Elev)

Minimum Curvature

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 29 105 - plan hits target cent - Point	0.00 er	0.00	6,838.00	1,083.53	10,651.33	2,139,193.92	634,929.73	36.8780361	-107.3720065
PP Rosa 29 105H - plan hits target cent - Point	0.00 er	0.00	7,077.00	828.73	104.20	2,138,892.18	624,383.84	36.8773418	-107.4080668

	Casing Points							
		Measured Depth (usft)	Vertical Depth (usft)		Name	Casing Diameter (in)	Hole Diameter (in)	
-		320.00	320.00	9 5/8"	CONTRACTOR OF THE PROPERTY OF	9.62	12.25	
		6,358.00	6,289.49	7"		7.00	8.75	

Plan Annotations					
	Measured	Vertical	Local Coordinates		
·	Depth (usft)	Depth (usft)	+N/-S	+E/-W	Comment
			(usft)	(usft)	
	425.00	425.00	0.00	0.00	Start Build 2.00
	872.18	870.37	27.87	-20.89	Hold 8.94 Inclination
	6,458.74	6,389.01	722.85	-541.75	Start Build DLS 9.00 TFO 124.97
1	7,530.55	7,077.00	828.73	104.20	POE at 91.30 Inclination
	18,083.46	6,838.00	1,083.53	10,651.33	TD at 18083.46

D. Well pad

- 1. The construction phase of the project will commence upon receipt of the approved APD.
- 2. Vegetation and topsoil removal, storage, and protection are described in detail in the Reclamation Plan (Appendix C).
- 3. The well pads would be leveled to provide space and a level surface for vehicles and equipment. Excavated materials from cuts will be used on fill portions of the well pad to level the pad. No additional surfacing materials will be required for construction.
- 4. As determined during the onsites on January 7, 2015 and March 11, 2015, the following best management practices will be implemented:
 - a. The Rosa UT 27 will be co-located with the Rosa Unit 204A.
 - b. The Rosa UT 29 will be co-located with the Rosa Unit 165A and facilities will be placed on the existing 165A well pad. The existing access road will be re-routed to accommodate for the new wells and production equipment.
 - c. No additional fill would be required to construct the pad.
 - d. Diversions will be installed upon reclamation.
- 5. All project activities will be confined to permitted areas only.
- 6. Construction equipment may include chain saws, a brush hog, scraper, maintainer, excavator, and a dozer.
- 7. If drilling has not been initiated on the well pad within 120 days of the well pad being constructed, the operator will consult with the BLM to address a site-stabilization plan.

E. Production Facilities

- 1. As practical, access will be a teardrop-shaped road through the production area so that the center may be revegetated.
- 2. Within 90 days of installation, production facilities would be painted Juniper Green to blend with the natural color of the landscape and would be located, to the extent practical, to reasonably minimize visual impact.
- 3. Berms will be constructed around all storage facilities sufficient in size to contain the storage capacity of tanks. Berm walls will be compacted with appropriate equipment to assure containment.

√F. Recycling Containment

- 1. Recycling containments are governed by the NMOCD and would be constructed in compliance with their rules.
- 2. Prior to constructing the Section 30 Recycling Containment, topsoil will be stripped and stockpiled for use as final cover during reclamation. Topsoil will be stockpiled within a Temporary Use Area (TUA), approximately 2 acres in size, located adjacent to and outside of the perimeter fence surrounding the recycling containment (Figure 8, Appendix B). Topsoil stockpiles will be reseeded and BMP's utilized as appropriate to reduce soil erosion.
- 3. The spoil from the holding pond will be utilized to reclaim a large, incised, abandoned arroyo directly west of the recycling containment. The area to be reclaimed is estimated at approximately 3 acres. Within the proposed arroyo reclaim area, spoil will be stockpiled approximately 10 feet above grade for the life of the recycling containment and then reclaimed back to blend with the surrounding grade upon final reclamation (Figure 8, Appendix B).
- 4. The holding pond would be approximately 700 feet by 300 feet and 25 feet deep. Total volume would be 622,708 barrels. The inside grade of the levee would be no steeper

- than two horizontal feet to one vertical foot (2H:1V) and the outside grade no steeper than 3H:1V.
- 5. The recycling containments will be lined with a 45-mil LLDPE primary (upper) liner and a 30-mil LLDPE secondary (lower) liner with a leak detection system between the upper and lower geomembrane liners. Liners will be installed in a manner consistent with the manufacture's specifications.
- 6. The leak detection system will contain a 200-mil Hypernet drainage material between the primary and secondary liner that is sufficiently permeable to allow the transport of fluids to the drainage pipes and observation ports. When the holding pond contains fluid, the liners will be inspected daily.
- 7. The holding ponds will be netted with extruded polypropylene netting (3 ½ cm sized mesh). It will be supported by a system of perimeter and interior support poles and cables specifically designed to each individual pond for the purpose of excluding birds, bats and other small mammals. The entire perimeter of the netting enclosure will have a 2-foot net overhang on the ground to prevent small animals from entering the enclosure (See Appendix D). The support cable used along the perimeter and interior of the enclosure consists of ½" 7 x 19 galvanized aircraft cable. The netting is woven to the perimeter cable with a 2.5 mm poly wire. The netting enclosure will be secured at ground level with a 4mm corrosion resistant poly wire. The netting enclosure will include double gates for access into the holding pond when needed. Appendix D further describes and illustrates the netting enclosure that will be implemented and how it will be constructed.
- 8. The outer perimeter of the recycling containment will be fenced to exclude wildlife and livestock. The game fence will be 8 feet tall. It will consist of woven wire fencing and two strands of 12½ GA barbed wire at the top and bottom. The first strand of barbed wire will be strung 2 inches from ground surface. The bottom of the woven wire will be placed 2 inches above the first strand of barbed wire. Two levels of woven wire fencing fabric, overlapping each other by 3 inches and totaling 7 feet 6 inches in height will be stapled to the wooden posts. A second strand of barbed wire will be strung 1 inch from the top of the woven wire. Two wooden stays will be stapled to the woven wire at 5-foot, 4-inch intervals between wooden posts. Refer to Appendix E Game Fence Detail for specific construction and material details.
- 9. The entire disturbed area will be completely reclaimed when all drilling and completion activities have been concluded.

✓ G. Cuttings Disposal

- 1. Cuttings will be buried within the existing disturbance of two sandstone quarry pits. These pits were previously permitted under a free use permit with the BLM-FFO and have expired. WPX is in the process of renewing these free use permits in order to utilize the remaining material for road maintenance. Cuttings buried at the Section 23 Cuttings Disposal would be located within the existing Rosa Rock Pit #4 (FUP NM-070-90-04CX). Cuttings buried at the Section 25 Recycling Containment would located within the existing Rosa Pit #165 (FUP NM-070-01-472CX). The cuttings will be utilized to reclaim and restore the area to near original land contours.
- 2. Once the quarry has been depleted of its resources, drill cuttings will be tested and placed within the pits and continue until storage of the cuttings disposal meets capacity or drilling of all permitted wells associated with the cuttings disposal is complete, whichever comes first, at which point it will be closed and the area reclaimed.

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

1. 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

- 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.

<u>Directions from the Intersection of US Hwy 550 & US Hwy 64</u> in Bloomfield, NM to WPX Energy Production, LLC Rosa UT 29 #105H 1015' FNL & 363' FEL, Section 25, T31N, R6W, N.M.P.M., Rio Arriba County, NM

Latitude: 36.875071°N Longitude: 107.409026°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 4.0 miles to 4-way intersection;

Go Straight (Northerly) for 0.4 miles to staked WPX Rosa UT 29 #105H location which overlaps existing WPX Rosa UT #165A location.

