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.

to the actions approved by BEM on the following 5100-5 At B form.
Operator Signature Date: $5-11-15$ Well information; Operator WPX , Well Name and Number $Rosa Unit 27 # 107H$
API# 30.039-3\333 , Section \ \(\frac{1}{9} \), Township \(\frac{3}{1} \), Range \(\frac{5}{1} \) 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
o 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. **APD was held for Name Change See Sund
MMOCD Approved by Signature 7-24-20/5 Date V

Form 3160-3 (September 2001)

OIL CONS. DIV DIST. 3

JUN 3 0 2015 INITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

RECEIVED

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

5. Lease Serial No.

SF-078764

6. If Indian, Allottee or Tribe Name

la. Type of Work:	☑ DRILL		REENTE	R		Sureau o	Land Ma	7. If Unit or CA Agreeme Rosa Unit R-13457	
									MNM-78
1b. Type of Well:	Oil Well	☐ Gas Well	Other	⊠ Sin	gle Zone	☐ Multi	ple Zone	8. Lease Name and Well N Rosa UT 27 107H	Vo.
2. Name of Operat WPX Energy Produc								9. API Well No.	- 212
3a. Address	CHOIL LLC			3b. Phone No.	(include a	rea code)		10. Field and Pool, or Expl	oratory
P.O. Box 640 Aztec	NM 87410			(505) 333-184					oratory
Location of Well		n clearly and in	accordance with an					Basin Mancos 11. Sec., T., R., M., or Blk	and Survey or Ar
At surface 950	FNL & 453' F	FWL, sec 19, T3	51N, R5W	•	113.)			SHL: Section 19, T31N,	R5W
At proposed pro	d. zone 705° Fr	NL & 1276' FEI	L, sec 20, T31N, R	SW .				BHL: Section 20, T31N,	R5W
Distance in miles	and direction f	rom nearest tow	n or post office*					12. County or Parish	13. State
Approximately 58 mil	es East from B	loomfield NM		_				Rio Arriba	NM
 Distance from pro- location to nearest property or lease (Also to nearest of 	st line ft	fany) .sax		16. No. of Ac	,			g Unit dedicated to this well	
18. Distance from pro				19. Proposed		, 50		West Rosa Unit Project Area	24,118.76 Acres
to nearest well, dr applied for, on thi	illing, complete			15,009 MD /	•	D	UTB00		
21. Elevations (Show	whether DF,	40	etc.)	22. Approxin				23. Estimated duration	
305' GR				June 1, 2015				1 month	
				24. Attach	nments				
The following, comple	eted in accordan	ice with the requ	irements of Onsho	re Oil and Gas O	rder No.1,	shall be atta	ached to this	form:	
Well plat certified l A Drilling Plan. A Surface Use Pla SUPO shall	n (if the locati	ion is on Natior	nal Forest System st Service Office).	Lands, the	Item 5. Opera 6. Such	20 above). itor certifica	ation. pecific infor	unless covered by an exist	,
5. Signature	W	1		Name (F	Printed/Typ Felix	ped)		Dat	5.11.201
Title Regulatory Specialist	Senior	(,						
Approved by (Signatur	H)	Mande	le cete	Name (I	Printed/Typ	ped)		Date	6/24/1
ĩtle	7		AFIN	Office		FRE)		. /
application approval of perations thereon. Conditions of approva			the applicant holds	legal or equitable	title to th	ose rights in	the subject l	ease which would entitle the	applicant to conduc
SUPO shall be file. 5. Signature Fitle Regulatory Specialist Approved by (Signature) Title Application approval of perations thereon. Conditions of approva	Senior Senior Jose not warran I, if any, are attention 1001 and Tit	Manual ached.	AFM the applicant holds	Name (I Andrea I Name (I Office legal or equitable	6. Such autho Printed/Typ Felix Printed/Typ e title to th	other site s prized office ped) ped) ose rights in owingly and	pecific information.	Dat	5. 11-

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 101H / Rosa UT 102H / Rosa UT 103H / Rosa UT 104H / Rosa UT 105H / Rosa UT 106H / Rosa UT 109H & Rosa UT 110H.

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

New access road is approximately 71.0' on lease on BLM surface.

New pipeline is approximately 5,956.7' with 1,623.4' on lease on BLM surface and 4,333.3' on NM Game & Fish surface. A grant of easement is currently being processed by the NM Game & Fish portion for their portion of the pipeline.

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

*(Instructions on reverse)

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



BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS

District I 1625 N. French Drive, 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

Revised August 1, 2011

Form C-102

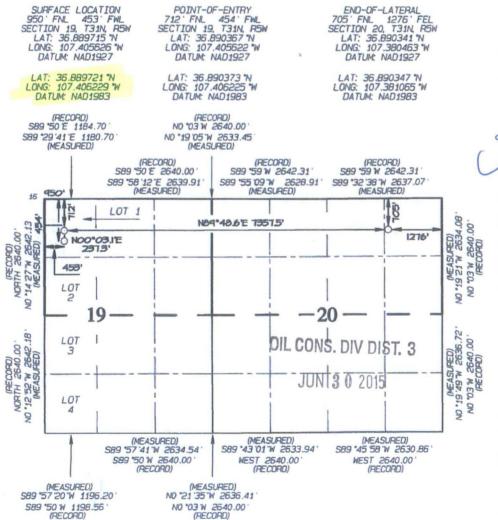
Submit one copy to Appropriate District Office

AMENDED REPORT

OIL CONSERVATION DIVISION 1220 South St. Francis Drive Santa Fe. NM 87505

			WELL L	OCATIO	ON AND A	CREAGE DEDI	CATION PLA		
	API Numbe			Pool Coo	ie		³Pool Nam	e Farmingtoi	Field Office
30.03	9-3	1323		97232	2		BASIN MAN	Coseau of Lar	nd Management
*Property	Code				*Proper	ty Name		"W	ell Number
1703	53				ROSA	UT 27		LOYLEH.	107H
'OGRID N	No.				*Operati	or Name		9	Elevation
12078	2			WPX	ENERGY PI	RODUCTION, LL	.C		6305'
					¹⁰ Surface	Location			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
С	19	31N	5W	1	950	NORTH	453	WEST	ARRIBA
			11 Botto	m Hole	Location	If Different	From Surfac	е	
UL or lat no.	Section	Township	Range	Lot Ith	Feet from the	North/South line	Feet from the	East/West line	RIO
А	20	31N	5W		705	NORTH	1276	EAST	ARRIBA
		ection			¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



OPERATOR CERTIFICATION "UPERATUR CERTIFICATION
I hereby certify that the information contained
herein is true and complete to the best of my
knowledge and belief, and that this organization
either owns a working interest or unleased
mineral interest in the land including the
proposed bottom-hole location or has a right
to drill this well at this location pursuant
to a contract with an owner of such a mineral
or working interest, or to a voluntary pooling
aggreement or a compulsory pooling order
heretofore entered by the division. 4-8-2015 Signature Date Andrea Felix Printed Name andrea.felix@wpxenergy.com E-mail Address SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Date Revised: MARCH 17, 2015 Date of Survey: JANUARY 2, 2015 Signature and Seal of Professional Surveyor C. EDWARDS JASON MEXICO EM REGISTER SAME YOR 15269 APOFESSTOWN. **DWARDS**

Certificate Number

15269



WPX ENERGY

Operations Plan

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

DATE:

4/14/15

FIELD:

Basin Mancos

WELL NAME:

ROSA UT 27 #107H

Rio Arriba, NM

SURFACE:

BLM

SH Location:

NWNW Sec 19-31N-05W

ELEVATION: 6305' GR

BH Location:

NENE Sec 20-31N-05W

MINERALS:

BLM

MEASURED DEPTH: 15009'

I. GEOLOGY:

Surface formation - San Jose

A. FORMATION TOPS: (KB)

Name	MD	TVD	Name	MD	TVD
Ojo Alamo	2439	2425	Point Lookout	5676	5635
Kirtland	2537	2522	Mancos	5984	5941
Picture Cliffs	3368	3347	Kickoff Point	6575	6537
Lewis	3642	3618	Top Target	7377	7169
Chacra	4602	4570	Landing Point	7651	7242
Cliff House	5401	5363	Base Target	7651	7242
Menefee	5447	5408			
			TD	15009	7155

- 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. MUD PROGRAM: LSND mud (WBM) will be used to drill the 12-1/4" Surface hole and the 8 3/4" 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. 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 (IN)	DEPTH (MD) (FT)	CASING SIZE (IN)	WEIGHT(LB)	GRADE
Surface	12.25"	320'+	9.625"	36#	J-55
Intermediate	8.75"	6473'	7"	23#	N-80
Prod. Liner	6.125"	6323' -15009'	4-1/2"	11.6#	P-110
Tie-Back String	N/A	Surf6323'	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., 2,300ft., 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). 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)

- 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 Water Spacer. Lead Cement: Extencem ™ System. Yield 1.29 cu ft/sk, 13.5 ppg, (800 sx / 1033 cu ft. / 184 bbls). Tail Spacer: 20 BBL of MMCR. Displacement: Displace w/ +/- 225 bbl Fr Water. Total Cement (1033 cu ft / 184 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 131,250# 100 mesh sand and 6,930,000# 40/70 mesh sand in 9,282,000 gallons water for 21 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).

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 R5W Rosa Unit Pad 27 ROSA UT 27 #107H - Slot B06

Wellbore #1

Plan: Design #2 16Mar15 sam

Standard Planning Report

13 April, 2015

Planning Report

Database: COMPASS-SANJUAN Company: WPX Energy Project: T31N R5W Rosa Unit Site: Pad 27 Well: ROSA UT 27 #107H Wellbore:

Wellbore #1 Design #2 16Mar15 sam Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well ROSA UT 27 #107H (B06) - Slot B06

KB @ 6330.00usft (Aztec 1000) KB @ 6330.00usft (Aztec 1000)

True

Minimum Curvature

Project T31N R5W Rosa Unit

Map System: Geo Datum:

Map Zone:

Design:

US State Plane 1927 (Exact solution) NAD 1927 (NADCON CONUS)

New Mexico West 3003

System Datum:

Mean Sea Level

Site Pad 27

Site Position: From:

Northing: Easting:

2,143,400.02 usft 625,077.55 usft Latitude: Longitude:

36.8897153 -107.4056260

Position Uncertainty:

Slot Radius: 0.00 usft

13.20 in

Grid Convergence:

0.26

Well ROSA UT 27 #107H - Slot B06 +N/-S

+E/-W

Lat/Long

Well Position

0.00 usft 0.00 usft Northing: Easting:

2,143,400.02 usft 625,077.55 usft Latitude: Longitude:

36.8897153 -107.4056260

Position Uncertainty

0.00 usft

Wellhead Elevation:

0.00 usft

Ground Level:

6,305.00 usft

Wellbore #1 Wellbore **Model Name** Declination Field Strength Magnetics Sample Date **Dip Angle** (°) (°) (nT) IGRF2010 12/18/2014 9.33 63.57 50,520

Design #2 16Mar15 sam Design

Audit Notes:

Version:

Phase:

PLAN

Tie On Depth:

0.00

Vertical Section:

Depth From (TVD) (usft)

0.00

+N/-S (usft) 0.00

+E/-W (usft) 0.00

Direction (°) 90.07

n Sections Measured			Vertical			Dogleg	Build	Turn		
Depth (usft)	Inclination (°)	Azimuth (°)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Rate (°/100usft)	Rate (°/100usft)	Rate (°/100usft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
420.00	0.00	0.00	420.00	0.00	0.00	0.00	0.00	0.00	0.00	
742.66	6.45	288.40	741.98	5.73	-17.22	2.00	2.00	0.00	288.40	
6,575.60	6.45	288.40	6,537.96	212.72	-639.27	0.00	0.00	0.00	0.00	
7,651.17	90.68	90.07	7,242.00	237.33	1.27	9.00	7.83	15.03	161.53	PP Rosa 27 #107H
15,009.16	90.68	90.07	7,155.00	228.73	7,358.73	0.00	0.00	0.00	0.00	TD / PBHL Rosa 27

Planning Report

Database: Company: Project:

COMPASS-SANJUAN WPX Energy T31N R5W Rosa Unit

Pad 27

Well: Wellbore:

Site:

ROSA UT 27 #107H

Wellbore #1

Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference: **Survey Calculation Method:** Well ROSA UT 27 #107H (B06) - Slot B06

KB @ 6330.00usft (Aztec 1000) KB @ 6330.00usft (Aztec 1000)

True

Minimum Curvature

gn:	Design #2 16N	vial 13 SdIII							
ned Survey Measured Depth	Inclination	Azimuth	Vertical Depth	+N/-S	+E/-W	Vertical Section	Dogleg Rate	Build Rate	Turn Rate
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)
0.00 320.00	0.00	0.00	0.00 320.00	0.00	0.00	0.00	0.00 0.00	0.00	0.00 0.00
9 5/8"	图1000000000000000000000000000000000000	A STATE OF THE STA							HERETERN SERVICE
420.00	0.00	0.00	420.00	0.00	0.00	0.00	0.00	0.00	0.00
Start Build 2.							世紀 田田 原弘		
500.00	1.60	288.40	499.99	0.35	-1.06	-1.06	2.00	2.00	0.00
742.66	6.45	288.40	741.98	5.73	-17.22	-17.23	2.00	2.00	0.00
Hold 6.45 Inc	lination								
1,000.00	6.45	288.40	997.69	14.86	-44.67	-44.68	0.00	0.00	0.00
1,500.00	6.45	288.40	1,494.52	32.61	-97.99	-98.03	0.00	0.00	0.00
2,000.00	6.45	288.40	1,991.35	50.35	-151.31	-151.37	0.00	0.00	0.00
2,500.00	6.45	288.40	2,488.18	68.09	-204.63	-204.72	0.00	0.00	0.00
3,000.00	6.45	288.40	2,985.02	85.83	-257.95	-258.06	0.00	0.00	0.00
	6.45	200 40		102 FC	244 00	-311.40	0.00	0.00	0.00
3,500.00	6.45	288.40 288.40	3,481.85	103.58 121.32	-311.28 -364.60	-311.40	0.00	0.00	0.00
4,000.00	4		3,978.68						
4,500.00	6.45	288.40	4,475.51	139.06	-417.92	-418.09	0.00	0.00	0.00
5,000.00	6.45	288.40	4,972.34	156.81	-471.24	-471.43	0.00	0.00	0.00
5,500.00	6.45	288.40	5,469.18	174.55	-524.56	-524.78	0.00	0.00	0.00
6,000.00	6.45	288.40	5,966.01	192.29	-577.89	-578.12	0.00	0.00	0.00
6,473.00	6.45	288.40	6,436.01	209.08	-628.33	-628.58	0.00	0.00	0.00
7"									
6,500.00	6.45	288.40	6,462.84	210.03	-631.21	-631.46	0.00	0.00	0.00
6,575.60	6.45	288.40	6,537.96	212.72	-639.27	-639.53	0.00	0.00	0.00
The state of the s	rn DLS 9.00 TF		HOUSE BEEN STATE						
7,000.00	32.13	86.79	6,943.65	227.10	-545.73	-546.01	9.00	6.05	37.32
7,500.00	77.08	89.57	7,225.92	236.86	-148.69	-148.98	9.00	8.99	0.56
7,651.17	90.68	90.07	7,242.00	237.33	1.27	0.98	9.00	8.99	0.33
POE at 90.68				Me weeks					
8,000.00	90.68	90.07	7,237.88	236.92	350.07	349.78	0.00	0.00	0.00
8,500.00	90.68	90.07	7,231.96	236.33	850.03	849.75	0.00	0.00	0.00
9,000.00	90.68	90.07	7,226.05	235.75	1,350.00	1,349.71	0.00	0.00	0.00
9,500.00	90.68	90.07	7,220.14	235.17	1,849.96	1,849.68	0.00	0.00	0.00
10,000.00	90.68	90.07	7,214.23	234.58	2,349.93	2,349.64	0.00	0.00	0.00
10,500.00	90.68	90.07	7,208.32	234.00	2,849.89	2,849.61	0.00	0.00	0.00
11,000.00	90.68	90.07	7,202.40	233.41	3,349.86	3,349.57	0.00	0.00	0.00
11,500.00	90.68	90.07	7,196.49	232.83	3,849.82	3,849.54	0.00	0.00	0.00
12,000.00	90.68	90.07	7,190.58	232.25	4,349.79	4,349.50	0.00	0.00	0.00
12,500.00	90.68	90.07	7,184.67	231.66	4,849.75	4,849.47	0.00	0.00	0.00
13,000.00	90.68	90.07	7,178.76	231.08	5,349.72	5,349.43	0.00	0.00	0.00
13,500.00	90.68	90.07	7,172.84	230.50	5,849.68	5,849.40	0.00	0.00	0.00
14,000.00	90.68	90.07	7,166.93	229.91	6,349.65	6,349.36	0.00	0.00	0.00
14,500.00	90.68	90.07	7,161.02	229.33	6,849.61	6,849.33	0.00	0.00	0.00
15,000.00	90.68	90.07	7,155.11	228.74	7,349.58	7,349.29	0.00	0.00	0.00
	90.68	90.07	7,155.00	228.73	7,358.73	7,358.45	0.00	0.00	0.00
15,009.16									

WPX

Planning Report

Database: Company: Project: COMPASS-SANJUAN WPX Energy

T31N R5W Rosa Unit

Site: Well: Pad 27 ROSA UT 27 #107H

Wellbore: Design: ROSA UT 27 #1071 Wellbore #1

Design #2 16Mar15 sam

Local Co-ordinate Reference:

TVD Reference:

North Reference: Survey Calculation Method: Well ROSA UT 27 #107H (B06) - Slot B06

KB @ 6330.00usft (Aztec 1000) KB @ 6330.00usft (Aztec 1000)

True

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 27 #10" - plan hits target cente - Point	0.00 er	0.00	7,155.00	228.73	7,358.73	2,143,661.73	632,435.18	36.8903409	-107.3804627
PP Rosa 27 #107H - plan hits target cente - Point	0.00 er	0.00	7,242.00	237.33	1.27	2,143,637.35	625,077.75	36.8903672	-107.4056217

Casing Points							
	Measured Depth (usft)	Vertical Depth (usft)		Name	Casing Diameter (in)	Hole Diameter (in)	
	320.00	320.00	9 5/8"		9.62	12.25	
	6,473.00	6,436.01	7"		7.00	8.75	

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
742.66	741.98	5.73	-17.22	Hold 6.45 Inclination
6,575.60	6,537.96	212.72	-639.27	Start Build/Turn DLS 9.00 TFO 161.53
7,651.17	7,242.00	237.33	1.27	POE at 90.68 Inclination
15,009.16	7,155.00	228.73	7,358.73	TD at 15009.16

Well Name: ROSA UT 27 #107H WPXENERGY... Surface Location: Pad 27 NAD 1927 (NADCON CONUS) , US State Plane 1927 (Exact solution) New Mexico West 3003 Azimuths to True North Magnetic North: 9.33 Ground Elevation: 6305.00 +N/-S +E/-W Northing Easting Latittude Slot Longitude Magnetic Field 625077.55 0.00 0.00 2143400.02 36.8897153 -107.4056259 B06 Strength: 50520.1sn7 KB @ 6330.00usft (Aztec 1000) Dip Angle: 63.57 Date: 12/18/2014 usft/in) Model: IGRF2010 50-(1300 (Rosa Unit 85 PP Rosa 27 #107 usft/in) TD / PBHL Rosa 27 #107h outh(-)/North(+) (50 1 Rosa Unit 85C South(-)/North(+) 1300 A06 -A05 A04 West(-)/East(+) (1300 usft/in) DESIGN TARGET DETAILS Project: T31N R5W Rosa Unit Site: Pad 27 Well: ROSA UT 27 #107H Latitude PP Rosa 27 #107H 2143637.35 625077.75 36.8903672 -107.4056216 - plan hits target center Design #2 16Mar15 sam 7358.73 2143661.73 TD / PBHL Rosa 27 #107H 7155.00 228.73 632435.18 36.8903410 -107.3804627 Point - plan hits target center -50 25 West(-)/East(+) (50 usft/in) 420.00 ANNOTATIONS 741.98 Start Build 2.00 +E/-W Annotation 420.00 0.00 0.00 0.00 0.00 0.00 0.00 Start Build 2.00 741.98 742.66 6.45 288.40 5.73 -17.22 -17.23 18.15 Hold 6.45 Inclination 1000-6575.60 6.45 -639.27 6537.96 288.40 212.72 -639.53 673.73 Start Build/Turn DLS 9.00 TFO 161.53 90.07 7242.00 7651.17 90.68 0.98 237.33 1.27 1324.73 POE at 90.68 Inclination 7358.73 7358.45 7155.00 90.07 8682.21 TD at 15009.16 Vertical Depth (2000 usft/in) SLOTS Slot Name A01 A02 A03 A04 A05 A06 A07 A08 B01 -25.40 -22.08 2143374.94 2143378.20 625148.79 56.51 625134.16 -18.73 2143381.48 625119.45 27.19 2143384.73 625104.81 2143387.97 625090.23 -8.78 -5.45 -2.00 2143391.23 625075.59 -16.62 2143394.50 625060.95 -31.25 2143397.76 625046.30 4000-2143383.72 625150.75 B02 B03 B04 B05 -13.31 -9.97 -6.65 58.50 2143386.98 625136.11 43.88 2143390.25 625121.47 29.25 2143393.50 625106.83 625092.19 B06 B07 B08 0.00 2143400.02 625077.55 3.32 -14.63 -29.25 2143403.27 625062.90 2143406.53 625048.26 True 6537.96 Start Build/Turn DLS 9.00 TFO 161.53 TD at 15009.16 7155.00 POE at 90.68 Inclination 7242.00 TD / PBHL Rosa 27 #107H PP Rosa 27 #107H 2500 Vertical Section at 90.07° (1000 usft/in)

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 ¾" 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.
- 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



- 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

- 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.
- 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 #107H 950' FNL & 453' FWL, Section 19, T31N, R5W, N.M.P.M., Rio Arriba County, NM

Latitude: 36.889721°N Longitude: 107.406229°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 #107H location.

