OIL CONS. DIV DIST. 3

OCT 2 9 2015

RECEIVED

Form 3160-5 (February 2005) UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCT 26 2015

FORM APPROVED OMB No. 1004-0137 Expires: March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS Farmington Field Offices Serial No.

of tuse this form for proposals to drill or to a sure and Management of Land Management (No. 1). Do not use this form for proposals to drill or to re-enter an 6. If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2 NMNM 132829 1. Type of Well 8. Well Name and No. NE Chaco Com 912H Oil Well Gas Well Other 2. Name of Operator 9. API Well No. WPX Energy Production, LLC 30-039-31298 3a. Address 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area PO Box 640 Aztec, NM 87410 505-333-1816 Chaco Unit NE HZ 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. Country or Parish, State SHL: 2425' FNL & 231' FWL SEC 5 T23N 6W Rio Arriba, NM BHL: 950' FNL & 330' FEL SEC 8 T23N 6W 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Production Acidize Water Shut-Off (Start/Resume) Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Other Casing Repair New Construction Recomplete Change of OPS Plan Subsequent Report Temporarily Change Plans Plug and Abandon Abandon Plug Back Water Disposal Final Abandonment Notice Convert to Injection 13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final WPX Energy request to change from the original cement plan to a two stage conventional cement job w/ a DV tool. BLM'S APPROVAL OR ACCEPTANCE OF THIS Attached: OPS Plan CONDITIONS OF APPROVAL ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER Adhere to previously issued stipulations. **AUTHORIZATION REQUIRED FOR OPERATIONS** ON FEDERAL AND INDIAN LANDS 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Andrew Brunk Title Drilling Superintendent Signature Date 10/6/15 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Title Date madani Conditions of approval of any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the Office applicant to conduct operations thereon. 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

(Instructions on page 2)





WPX Energy

Operations Plan

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

<u>Date:</u> October 21, 2015

NE Chaco COM 912H Surface:

Chaco Unit NE HZ (OIL)

Well Name: SH Location:

SWNW Sec 5-23N-06W

Elevation: 6882' GR

BH Location:

NENE Sec 8-23N-06W

Minerals:

Field:

Measured Depth: 12,161.83

I. GEOLOGY:

SURFACE FORMATION - NACIMIENTO

A. FORMATION TOPS (KB)

NAME	MD	TVD	NAME	MD	TVD
FLORE E PER 14.1	9 4 4 5	Design to the same	L. Principal	and the same	10
OJO ALAMO	1484	1474	POINT LOOKOUT	4439	4332
KIRTLAND	1800	1780	MANCOS	4679	4564
PICTURED CLIFFS	1483	2073	GALLUP	5102	4979
LEWIS	2203	2170	KICKOFF POINT	5,561.47	5,325.73
CHACRA	2556	2511	TOP TARGET	5807	5424
CLIFF HOUSE	3682	3600	LANDING POINT	5,960.45	5,441.00
MENEFEE	3723	3639	BASE TARGET	5,960.45	5,441.00
	Parket and a		TD	12,161.83	5,386.00

- 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, the 8 3/4" Directional Vertical hole, and the curve portion of the wellbore. A LSND (WBM) or (OBM) will be used to drill 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 1300 psi, so the BOPE will be tested to 250 psi (Low) for 5 minutes and 1500 psi (High) for 10 minutes. Pressure test surface casing to 600 psi 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. The drum brakes will be inspected and tested each tour. All tests and inspections will be recorded in the tour book as to time and results.

I. COMPLETION

A. CBL

Run CCL for perforating

A. PRESSURETEST

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

B. STIMULATION

- 1. Stimulate with approximately 2,805,000# 20/40 mesh sand and 340,000# 16/30 mesh sand in 619,113 gallons water with 42,696 mscf N2 for 17 stages.
- 2. Isolate stages with flow through frac plug.
- 3. Drill out frac plugs and flowback lateral.

C. RUNNING TUBING

- 1. <u>Production Tubing:</u> Run 2-7/8", 6.5#, J-55, EUE tubing with a SN on top of bottom joint. Land tubing near Top of Liner.
- 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:

Proposed Operations:

A 4-1/2" 11.6# N-80 Liner will be run to TD and landed \pm /- 1'50 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).