State of New Mexico Energy, Minerals and Natural Resources Department

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 3160-3 APD form.

Operator Signature Date: 12 - 3 - 15Well information; Operator WPX, Well Name and Number W. Lybrook Unit # 707 H

API# 30-045-35739, Section 12, Township 23 NS, Range 09 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.

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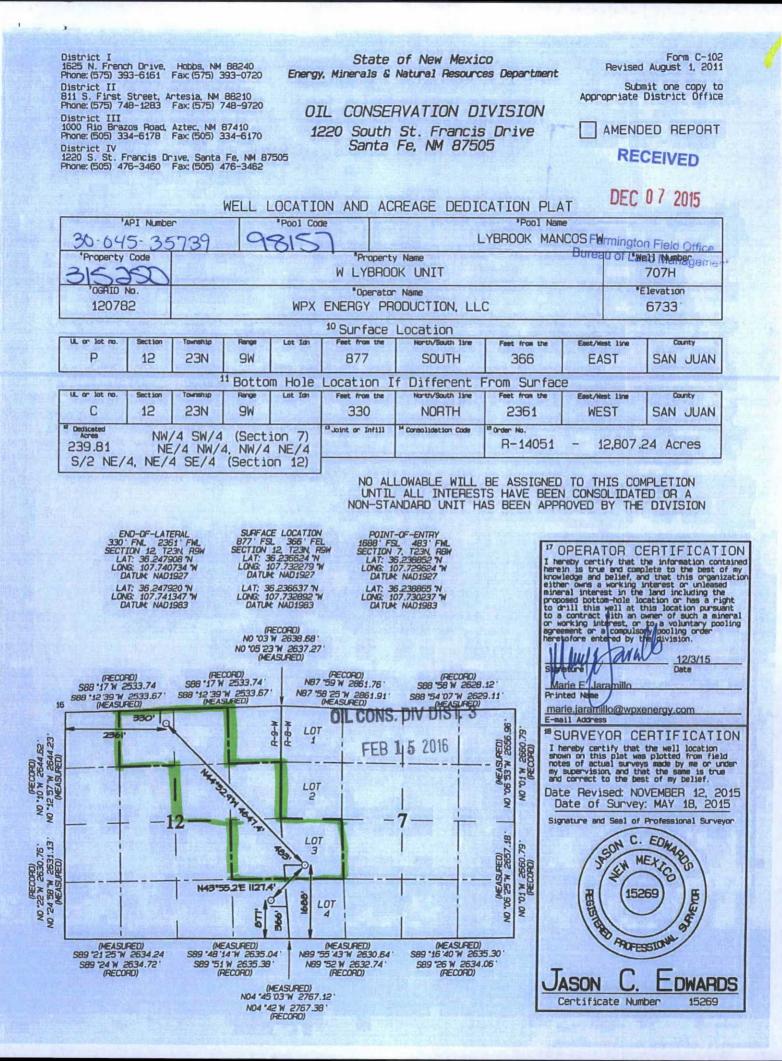
NMOCD Approved by Signature

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

· · · · · · · · · · · · · · · · · · ·	RECE	NED		in the second second
Form 3160-3 (September 2001)	DEC 0	/ 2015	FORM APPR OMB No. 100 Expires January	OVED 4-0136 31, 2004
UNITED STATES DEPARTMENT OF THE I			5. Lease Serial No.	
BUREAU OF LAND MANA			N0-G-1401-1867	
APPLICATION FOR PERMIT TO D			6. If Indian, Allottee or T	ribe Name
la. Type of Work:	ER		7. If Unit or CA Agreeme	nt, Name and No.
1b Type of Well Oil Well Gas Well Other	Single Zone	Multiple Zone	NMNM 135216X 8. Lease Name and Well N	ſo.
1b. Type of Well: Image: One well Image: Gas Well Image: Other 2. Name of Operator		Wumple Zone	W. Lybrook Unit #707	H
			9. API Well No.	25739
WPX Energy Production, LLC 3a. Address	3b. Phone No. (include area c	ode)	10. Field and Pool, or Expl	Juliy
P.O. Box 640 Aztec, NM 87410	(505) 333-1808	DUCOIOT	A Lybrook Mancos W.	
4. Location of Well (Report location clearly and in accordance with any		S. DIV DIST.	11. Sec., T., R., M., or Blk.	and Survey or Are
At surface 877' FSL & 366' FEL SEC 12, 23N 9W		1 = 0040	SHL: Sec 12, T23N, R	9W
At proposed prod. zone 330' FNL & 2361' FWL SEC 12, 23N 9V	W FEB	1 5 2016	BHL: Sec 12, T23N, R	9W
4. Distance in miles and direction from nearest town or post office*		1945 MIL 1	12. County or Parish	13. State
From intersection US HWY 550 & US HWY 64 Bloomfield, N	IM South HWY 550 37.8 mile	the second se	San Juan	NM
5. Distance from proposed*	16. No. of Acres in lease	17. Spacing 239.81 ac	g Unit dedicated to this well	
location to nearest property or lease line, ft.		239.01 ac	100	
(Also to nearest drig. unit line, if any) 366' B. Distance from proposed location*	160 acres 19. Proposed Depth	20 DI M	IA Bond No. on file	
to nearest well, drilling, completed, applied for, on this lease, ft. 20°	10189.42' MD / 4938' T			
1. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date work		23. Estimated duration	
6733' GR	January 1, 2015		1 month	
	24. Attachments	A LINE OF		
A Surface Use Plan (if the location is on National Forest System SUPO shall be filed with the appropriate Forest Service Office).	6. Such other authorized		mation and/or plans as ma	
itle Anth ana alarull	Name (Printed/Typed) Marie E. Jaramillo	1	12/3	
Permit Technician III		12		1 1
pproved by (Signature)	Name (Printed/Typed)		Date	1Dba
the approximation of the	Office		0	112/20
AFM	Fi	-0		
oplication approval does not warrant or certify that the applicant holds lead to be applied on the second s	legal or equitable title to those ri	ghts in the subject l	ease which would entitle the a	applicant to conduc
enditions of approval, if any, are attached. the 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it	t a crime for any person knowing	gly and willfully to	make to any department or a	gency of the Unite
ates any false, fictitious or fraudulent statements or representations as to Instructions on reverse)	o any matter within its jurisdictio	n.		
PX Energy Production, LLC, proposes to develop the Lybrook Manco	os W formation at the above desc	cribed location in ac	cordance with the attached d	rilling and surface
e plans. e well pad surface is under jurisdiction of the BLM and FIMO and is (on lease on IA lands and will be	twinned with the V	V. Lybrook Unit #708H/709H	//747H/748H/749F
is location has been archaeologically surveyed by La Plata. Copies of				
	ia the APD.			
e new 1303' on lease road on IA surface will be built and permitted vi		surface & 1056 1'	will be on BLM surface.	
new 2761' on lease pipeline of IA lands will be built and permitted via	a the APD, 1705.3' will be on IA	r buildee to robe.r	and the second	
new 2761' on lease pipeline of IA lands will be built and permitted via e facilities for the well will be located on the Remote Facilities Pad 23 I'S APPROVAL OR ACCEPTANCE OF THIS	a the APD, 1705.3' will be on IA 3-8-18D located on BLM surface	e and will be built &	permitted via the APD	subject to procedural review
new 2761' on lease pipeline of IA lands will be built and permitted via the facilities for the well will be located on the Remote Facilities Pad 23 A'S APPROVAL OR ACCEPTANCE OF THIS FION DOES NOT RELIEVE THE LESSEE AND	a the APD, 1705.3' will be on IA 3-8-18D located on BLM surface	e and will be built &	pursuant to 43	subject to procedural review CFR 3165.3 and nt to 43 CFR 316
ne new 1303' on lease road on IA surface will be built and permitted via new 2761' on lease pipeline of IA lands will be built and permitted via the facilities for the well will be located on the Remote Facilities Pad 23 A'S APPROVAL OR ACCEPTANCE OF THIS FION DOES NOT RELIEVE THE LESSEE AND ERATOR FROM OBTAINING ANY OTHER FHORIZATION REQUIRED FOR OPERATIONS	a the APD, 1705.3' will be on IA 3-8-18D located on BLM surface	e and will be built &	pursuant to 43	CFR 3165.3 and

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WPX Energy

Operations Plan

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

Date:	December 7, 2015	Field:	Lybrook Mancos W
Well Name:	W Lybrook Unit #707H	Surface:	IA
SH Location:	SESE Sec 12-23N-09W	Elevation:	6733' GR
BH Location:	NENW Sec 12-23N-09W	Minerals:	IA

Measured Depth: 10,189.42'

I. GEOLOGY: SURFACE FORMATION - NACIMIENTO

NAME	MD	TVD	NAME	MD	TVD
OJO ALAMO	673	673	POINT LOOKOUT	3,834	3,660
KIRTLAND	882	881	MANCOS	4,034	3,847
PICTURED CLIFFS	1,266	1,257	GALLUP	4,407	4,196
LEWIS	1,382	1,368	KICKOFF POINT	5,150.79	4,807.71
CHACRA	1,657	1,627	TOP TARGET	5,332	4,888
CLIFF HOUSE	2,808	2,702	LANDING POINT	5,542.07	4,923.00
MENEFEE	2,861	2,751	BASE TARGET	5,542.07	4,923.00
	Sills States		TD	10,189.42	4,938.00

A. FORMATION TOPS (KB)

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

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

D. <u>NATURAL GAUGES</u>: 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, 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.

III. MATERIALS

CASING TYPE	OH SIZE (IN)	DEPTH (MD)	CSG SIZE	WEIGHT	GRADE	CONN
SURFACE	12.25"	320.00'	9.625"	36 LBS	J-55 or equiv	STC
INTERMEDIATE	8.75"	5,542.07'	7"	23 LBS	J-55 or equiv	LTC
PRODUCTION	6.125"	5392.07' - 10,189.42'	4.5"	11.6 LBS	P-110 or equiv	LTC
TIE BACK	6.125"	Surf 5392.07'	4.5"	11.6 LBS	P-110 or equiv	LTC

A. CASING PROGRAM:

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 2,500 ft., 2,300ft., 2,000ft., 1,500 ft., and 1,000 ft. Place DV tool @ the top of the Chacra formation. If cement is circulated back to surface on the first stage, a cancelation device will be dropped to shift the dv tool closed and the 2nd stage cement job will be aborted at that time.

3. <u>PRODUCTION LINER</u>: Run 4-1/2" Liner with cement nose guide Float Shoe + 1jt.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.

C. CEMENTING:

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

1. Surface 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.IntermediateSTAGE 1: Spacer #1: 20 bbl (112 cuft) Chemwash. Lead Cement: 106 bbls, 301 sks, (593
cuft), 12.3 ppg @ 1.97 cuft/sk yield. Tail Cement: 91 bbls, 391 sks, (509 cuft), 13.5 ppg @
1.3 cuft/sk yield. Displacement: Displace w/ +/- 218 bbl Drilling mud or water.
Total Cement: 196 bbls, 692 sks, (1102 cuft)
STAGE 2: Spacer #1: 20 bbl (112 cuft) Chemwash. Lead Cement: 34 bbls, 98 sks, (191
cuft), 12.3 ppg @ 1.97 cuft/sk yield. Tail Cement: 16 bbls, 78 sks, (90 cuft), 13.5 ppg @
1.3 cuft/sk yield. Displacement: Displace w/ +/- 61 bbl Drilling mud or water.
Total Cement: 50 bbls, 176 sks, (281 cuft)

3. PROD. 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 1.36 cuft/sk 13.3 ppg (470 sx /639 cuft /114 bbls). Tail Spacer: 20 BBL of MMCR. Displacement: Displace w/ +/- 140 bbl Fr Water. Total Cement (470 sx /639bbls).

I. COMPLETION

A. CBL

Run CCL for perforating

A. 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.

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# P-110 Liner will be run to TD and landed +/- 150 ft. into the 7" 23# J-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).

WPX Energy

T23N R9W W Lybrook 2309-12D W Lybrook UT #707H - Slot A6

Wellbore #1

Plan: Design #1 2Nov15 sam

Standard Planning Report

02 November, 2015

WPX

Planning Report

Database: Company: Project: Site: Well: Well: Design:	WPX T23N W Ly W Ly Wellt	IPASS Energy I R9W brook 2309-12 brook UT #707 bore #1 gn #1 2Nov15 s	н		TVD Refe MD Refe North Re	rence:		Well W Lybrook KB @ 6747.00u KB @ 6747.00u True Minimum Curva	sft (Aztec 92) sft (Aztec 92)	D)
Project	T23N	R9W								
Map System: Geo Datum: Map Zone:	NAD 19	te Plane 1927 (27 (NADCON exico West 300			System Da	atum:	м	ean Sea Level		
Site	W Lyb	rook 2309-12D			and share at					
Site Position: From: Position Uncertair	Ma nty:		North Eastin 00 usft Slot R	-		5,338.99 usft 9,692.39 usft 13.200 in	Latitude: Longitude: Grid Converg	gence:		36.236488 -107.732650 0.06
Well	W Lybr	ook UT #707H	- Slot A6			1				STATE TO THE
Well Position	+N/-S +E/-W		42 usft Ea	orthing: sting:		1,905,388.40 529,801.76	ausft Lor	titude: ngitude:		36.236624 -107.732279
Position Uncertain	nty	0.	00 usft W	ellhead Elevati	on:	0.00) usft Gro	ound Level:	a la milia	6,733.00 usf
Wellbore	Wellb	ore #1								e onderen en en en en en
Magnetics	Me	odel Name	Sampl	e Date	Declina (°)		and the second	Angle °)		Strength (nT)
		IGRF200510	1	2/31/2009		9.98		63.08		50,621
Design	Design	#1 2Nov15 sa	m							
Audit Notes: Version:			Phase	e: Pl	LAN	Tie	On Depth:		0.00	A second
Vertical Section:		I	Depth From (T) (usft)	/D)	+N/-S (usft)	(u	sft)	(bea	aring)	
			0.00	-	0.00	0.	.00	32	8.74	11111
Plan Sections	clination	Azimuth (bearing)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
Measured Depth Ind (usft)	(°)	(monuma)			10000027	0.00	0.00	0.00	0.00	
Depth In		0.00	0.00	0.00	0.00	0.00				
Depth In (usft) 0.00 500.00	(°) 0.00 0.00		500.00	0.00 0.00	0.00	0.00	0.00	0.00	0.00	
Depth Inv (usft) 0.00 500.00 1,545.77	(°) 0.00 0.00 20.92	0.00 0.00 78.86	500.00 1,522.70	0.00 36.46	0.00 185.21	0.00 2.00	0.00 2.00	0.00	0.00 78.86	
Depth Inv (usft) 0.00 500.00 1,545.77 4,341.82	(°) 0.00 0.00 20.92 20.92	0.00 0.00 78.86 78.86	500.00 1,522.70 4,134.51	0.00 36.46 229.27	0.00 185.21 1,164.57	0.00 2.00 0.00	0.00 2.00 0.00	0.00 0.00	0.00 78.86 0.00	
0.00 0.00 500.00 1,545.77 4,341.82 5,150.79	(°) 0.00 0.00 20.92 20.92 60.00	0.00 0.00 78.86 78.86 315.18	500.00 1,522.70 4,134.51 4,807.71	0.00 36.46 229.27 549.99	0.00 185.21 1,164.57 1,042.42	0.00 2.00 0.00 9.00	0.00 2.00 0.00 4.83	0.00 0.00 -15.29	0.00 78.86 0.00 -131.03	Start 60 tan #707H
0.00 0.00 500.00 1,545.77 4,341.82 5,150.79 5,210.79	(°) 0.00 0.00 20.92 20.92 60.00 60.00	0.00 0.00 78.86 78.86 315.18 315.18	500.00 1,522.70 4,134.51 4,807.71 4,837.71	0.00 36.46 229.27 549.99 586.85	0.00 185.21 1,164.57 1,042.42 1,005.79	0.00 2.00 0.00 9.00 0.00	0.00 2.00 0.00 4.83 0.00	0.00 0.00 -15.29 0.00	0.00 78.86 0.00 -131.03 0.00	Start 60 tan #707H End 60 tan #707H
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WPX

Planning Report

Database:	COMPASS	Local Co-ordinate Reference:	Well W Lybrook UT #707H (A6) - Slot A6
Company:	WPX Energy	TVD Reference:	KB @ 6747.00usft (Aztec 920)
Project:	T23N R9W	MD Reference:	KB @ 6747.00usft (Aztec 920)
Site:	W Lybrook 2309-12D	North Reference:	True
Well:	W Lybrook UT #707H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Design #1 2Nov15 sam		

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (bearing)	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	0.00	0.00	320.00	0.00	0.00	0.00	0.00	0.00	0.0
9 5/8"	在11-2-4月1日20	1915-19-13-13-13-	And the states		SELVA DAS	A LI REPART			
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.0
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1,000.00	10.00	78.86	997.47	8.41	42.70	-14.97	2.00	2.00	0.0
1,500.00	20.00	78.86	1,479.82	33.37	169.51	-59.43	2.00	2.00	0.0
1,545.77	20.92	78.86	1,522.70	36.46	185.21	-64.93	2.00	2.00	0.0
Hold 20.92 In	clination	Contraction of the	1911		C. S. Martines	Marin Marin	State -		The start
2,000.00	20.92	78.86	1,947.00	67.79	344.31	-120.70	0.00	0.00	0.0
2,500.00	20.92	78.86	2,414.05	102.26	519.44	-182.10	0.00	0.00	0.0
3,000.00	20.92	78.86	2,881.11	136.74	694.58	-243.50	0.00	0.00	0.0
3,500.00	20.92	78.86	3,348.16	171.22	869.71	-304.89	0.00	0.00	0.0
4.000.00	20.92	78.86	3,815.22	205.70	1.044.84	-366.29	0.00	0.00	0.0
4,341.82	20.92	78.86	4,134.51	229.27	1,164.57	-408.26	0.00	0.00	0.0
	LS 9.00 TFO -13	COLUMN TO A DESCRIPTION			12-10-122-000-0			THE REAL PROPERTY.	
4,500.00	15.62	35.32	4,285.34	252.22	1,204,79	-409.51	9.00	-3.35	-27.5
5,000.00	47.22	320.88	4,718.39	460.32	1,123.74	-189.56	9.00	6.32	-14.8
5,150.79	60.00	315.18	4,807.71	549.99	1,042.42	-70.71	9.00	8.48	-3.7
Hold 60.00 In	clination		CIRCLE STREET			1 1 1 1 1 1 1 1 1			all Real d
5,210.79	60.00	315.18	4,837.71	586.85	1,005.79	-20.20	0.00	0.00	0.0
Start Build D	LS 9.00 TFO 0.0	0	a stationed	and a second	THE REAL PROPERTY.			The second	STATISTICS OF
5,373,35	74.63	315.18	4,900.23	692.94	900.35	125.20	9.00	9.00	0.00
Start DLS 9.0	0 TFO 0.00	CALCULATION OF A	A DESCRIPTION OF THE OWNER OF THE	11242912	Contraction of the second		A State State	TRANSPORT OF	C. LONG CO.
5,500.00	86.03	315.18	4,921.47	781.35	812.49	246.37	9.00	9.00	0.00
5,542.00	89.81	315.18	4,923.00	811.11	782.91	287.16	9.00	9.00	0.00
7"	and the second	A CONTRACTOR OF	and the state		in the second second	and the second second	CALL COLORS	State State State	1 1 1 1 1 1 1 1
5,542.07	89.82	315.18	4,923.00	811.16	782.86	287.23	9.00	9.00	0.00
POE at 89.82	Inc 315.18 deg		DOM NOT	1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1				18 7 8 2 8 M	
6,000.00	89.82	315.18	4,924.48	1,135.97	460.06	732.38	0.00	0.00	0.00
6,500.00	89.82	315.18	4,926.09	1,490.62	107.60	1,218.43	0.00	0.00	0.00
7,000.00	89.82	315.18	4,927.71	1,845.26	-244.85	1,704.48	0.00	0.00	0.00
7,500.00	89.82	315.18	4,929.32	2,199.91	-597.30	2,190.52	0.00	0.00	0.00
8,000.00	89.82	315.18	4,930.93	2,554.55	-949.76	2,676.57	0.00	0.00	0.00
8,500.00	89.82	315.18	4,932.55	2,909.20	-1,302.21	3,162.62	0.00	0.00	0.00
9,000.00	89.82	315.18	4,932.55	3,263.84	-1,654.67	3,162.62	0.00	0.00	0.00
9,500.00	89.82	315.18	4,934.16	3,263.64	-2,007.12	4,134.71	0.00	0.00	0.00
10,000.00	89.82	315.18	4,937.39	3,973.14	-2,359.57	4,134.71	0.00	0.00	0.00
10,189.42	89.82	315.18	4,938.00	4,107.49	-2,359.57	4,804.90	0.00	0.00	0.00
TD at 10189.4	And all the second seco	010.10	4,000.00	1101.10	2,100.10	1,001.00	0.00	0.00	5.00

WPX

Planning Report

Database:	COMPASS	Local Co-ordinate Reference:	Well W Lybrook UT #707H (A6) - Slot A6
Company:	WPX Energy	TVD Reference:	KB @ 6747.00usft (Aztec 920)
Project:	T23N R9W	MD Reference:	KB @ 6747.00usft (Aztec 920)
Site:	W Lybrook 2309-12D	North Reference:	True
Well:	W Lybrook UT #707H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Design #1 2Nov15 sam		

Design Targets

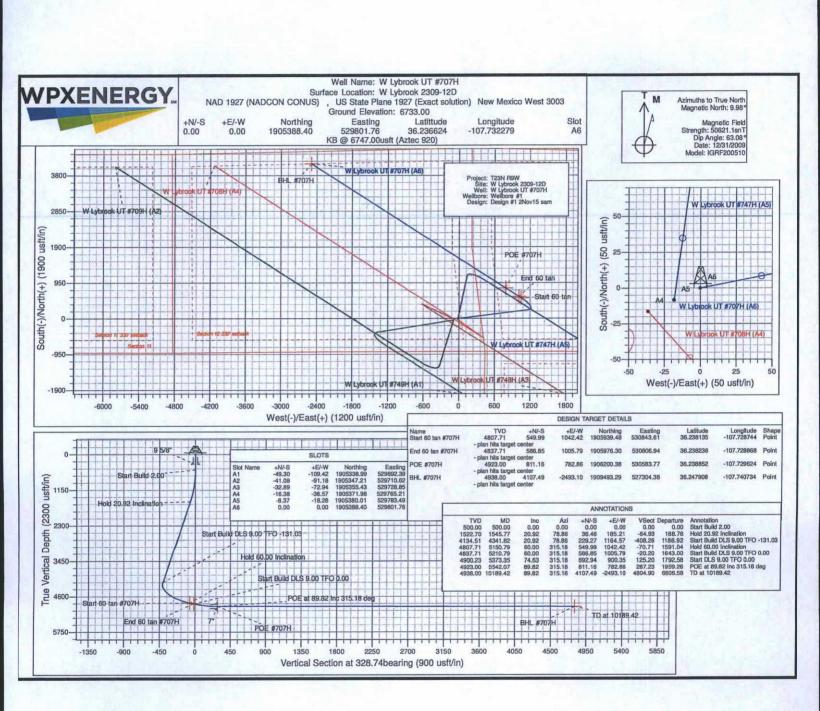
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (bearing	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
Start 60 tan #707H - plan hits target cente - Point	0.00 ər	0.00	4,807.71	549.99	1,042.42	1,905,939.48	530,843.61	36.238135	-107.728744
End 60 tan #707H - plan hits target cente - Point	0.00 er	0.00	4,837.71	586.85	1,005.79	1,905,976.30	530,806.94	36.238236	-107.728869
POE #707H - plan hits target cente - Point	0.00 er	0.00	4,923.00	811.16	782.86	1,906,200.38	530,583.77	36.238852	-107.729625
BHL #707H - plan hits target cente - Point	0.00 er	0.00	4,938.00	4,107.49	-2,493.10	1,909,493.29	527,304.38	36.247908	-107.740734

- Point

sing Points						
	Measured Depth (usft)	Vertical Depth (usft)		Name	Casing Diameter (in)	Hole Diameter (in)
	320.00	320.00	9 5/8"	and the second se	9.625	12.250
	5,542.00	4,923.00	7"		7.000	8.750

Plan Annotations

Measured	Vertical	Local Coor	dinates	
Depth (usft)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Comment
500.00	500.00	0.00	0.00	Start Build 2.00
1,545.77	1,522.70	36.46	185.21	Hold 20.92 Inclination
4,341.82	4,134.51	229.27	1,164.57	Start Build DLS 9.00 TFO -131.03
5,150.79	4,807.71	549.99	1,042.42	Hold 60.00 Inclination
5,210.79	4,837.71	586.85	1,005.79	Start Build DLS 9.00 TFO 0.00
5,373.35	4,900.23	692.94	900.35	Start DLS 9.00 TFO 0.00
5,542.07	4,923.00	811.16	782.86	POE at 89.82 Inc 315.18 deg
10,189.42	4,938.00	4,107,49	-2,493,10	TD at 10189.42



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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 a commercial disposal facility or land farm. 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. 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
 - 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 Figures 4a and 4b in Appendix B for the location of toilets).
- E. Garbage and other water 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.
 - 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.
- G. Produced Water:
 - 1. WPX Energy will dispose of produced water from this well at one of the following facilities:
 - a. Lybrook Yard WDW #1, API #30-039-27533, NMOCD permit #SWD-907, operated by Elm Ridge Resources, located in NE ¼, Section 14, Township 23 North, Range 7 West
 - b. Jillson Federal #1, NMOCD order #R-10168, operated by ConocoPhillips, located in NW ¼, Section 8, Township 24 North, Range 3 West
 - c. Basin Disposal, permit #NM-01-005, located in the NW ¼, Section 3, Township 29 North, Range 11 West
 - d. Sunco SWD #001, API #30-045-28653, NMOCD permit SWD-457, operated by Key Energy, located in NW ¼, Section 2, Township 29 North, Range 12 West

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

in Bloomfield, NM to WPX Energy Production, LLC Remote Facilities Pad 23-8-18D

451' FNL & 896' FWL, Section 18, T23N, R8W, N.M.P.M., San Juan County, NM

Latitude: 36.232985°N Longitude: 107.728379°W Datum: NAD1983

From the intersection of US Hwy 550 & US Hwy 64 in Bloomfield, NM, travel Southerly on US Hwy 550 for 37.8 miles to Mile Marker 113.4;

Go Right (South-westerly) on County Road #7890 for 0.8 miles to new access on left-hand side of existing roadway which continues for 110.8' to staked WPX Remote Facilities Pad 23-8-18D location.

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

in Bloomfield, NM to WPX Energy Production, LLC W Lybrook Unit #707H

877' FSL & 366' FEL, Section 12, T23N, R9W, N.M.P.M., San Juan County, NM

Latitude: 36.236637°N Longitude: 107.732892°W Datum: NAD1983

From the intersection of US Hwy 550 & US Hwy 64 in Bloomfield, NM, travel Southerly on US Hwy 550 for 37.8 miles to Mile Marker 113.4;

Go Right (South-westerly) on County Road #7890 for 0.8 miles to fork in roadway;

Go Right (South-westerly) exiting County Road #7890 which is straight for 0.2 miles to new access on right-hand side of existing roadway which continues for 1302.6' to staked WPX W Lybrook Unit #707H location.

