# State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin Cabinet Secretary

Tony Delfin Deputy Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



New Mexico Oil Conservation Division approval and conditions listed below are made in accordance with OCD Rule 19.15.7.11 and are in addition to the actions approved by BLM on the following <u>3160-3</u> APD form.

Operator Signature Date:	11-12-16		
Well information;			
Operator WPX	, Well Name and Number_	W Lybrook Unit	# 744 #
		0	

API# 30-045- 35730, Section 8, Township 23 (N/S, Range 08 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
- 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

Submit Gas Capture Plan form prior to spudding or initiating recompletion operations

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

5-13-2016

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

+ 1 Free 2160 2	OIL CONS. DIV DI	ST. 3	FORM ADDROVED
(September 2001)	MAN 1 0 201	C E	OMB No. 1004-0136
UNITED STAT	TES MAY 1 0 201	RECEI	rial No.
DEPARTMENT OF THE	EINTERIOR	NO-G-140	13-1908
BOREAU OF LAND MAI	NAGEMENT	INV 1 7 26 If Indian,	Allottee or Tribe Name
APPLICATION FOR PERMIT TO	DRILL OR REENTER	10 0 1 4 2013	
la Type of Work: X DRILL REEN	TTER	7. If Unit or	CA Agreement, Name and No.
	Far	WESTLYB	ROOK UNIT
Ib Type of Well Oil Well Gas Well Other	Single Zone Multi	ple Zone 8. Lease Nar	he and Well No.
2. Name of Operator		9 API Well	No
WPX Energy Production LLC		30-0	45-35730
3a. Address	3b. Phone No. (include area code)	10. Field and	Pool, or Exploratory
P.O. Box 640 Aztec, NM 87410	(505) 333-1816	LYBROOK	MANCOS W
4. Location of Well (Report location clearly and in accordance with	any State requirements. *)	11. Sec., T., I	R., M., or Blk. and Survey or Area
At surface 1202' FSL & 1307' FWL SEC 8 23N 8W		SUSW SHL: Sec	: 8, T23N, R8W
At proposed prod. zone 2163' FSL & 330' FEL SEC 17 23N 8	3W	NESE BHL: See	c 17, T23N, R8W
14. Distance in miles and direction from nearest town or post office	*	12. County of	r Parish 13. State
From Bloomfield NM travel approximately 38.7 miles to Mile	Marker 112.7	San Juan	County NM
<ol> <li>Distance from proposed* location to nearest</li> </ol>	16. No. of Acres in lease	17. Spacing Unit dedicate	d to this well
property or lease line, ft.	100	2800	
18. Distance from proposed location*	19. Proposed Depth	20. BLM/BIA Bond No. o	on file
to nearest well, drilling, completed,			
20'	11164' MD / 5026' TVD	UTB000178	
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date work will s	tart* 23. Estimate	d duration
6823' GR	December 1, 2015	1 month	
	24. Attachments		
SUP oshall be filed with the appropriate Forest Service Office	6. Such other site authorized offic Name (Printed/Typed)	specific information and/o er.	Date
MUL	Lacey Granillo		11/12/15
Approved by (Signature)	Name (Printed/Typed)		Date
Dillankeree			5/6/16
Title Arra	Office ITC		
AFM	TTC	)	
Application approval does not warrant or certify that the applicant he operations thereon.	olds legal or equitable title to those rights i	n the subject lease which wo	uld entitle the applicant to conduct
Conditions of approval, if any, are attached.			
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, ma States any false, fictitious or fraudulent statements or representations	ke it a crime for any person knowingly an as to any matter within its jurisdiction.	d willfully to make to any d	lepartment or agency of the United
*(Instructions on reverse)			
WPX Energy Production, LLC, proposes to develop the Lybrook M	ancos W formation at the above described	location in accordance with	the attached drilling and surface
use plans.	d is on lease on TA lands and will be twin	and with the WIVEPOOK	117 #70313/70413/74213
This location has been archaeologically surgered by LaBlate. Carie	s of their report have been submitted dis-	the to the PIM EBAO PIA	& NNUPD
A part 764 1 on lange accounted will be truly on 14 /01 M (	d normitted wind for ION DOES NO	TRELIEVE THE LE	OF THIS
A new 104.1 on lease access road will be built on IA/BLM lands and	OPERATOR FROM	OBTAINING ANY	OTHER
A new 4504.4' on lease pipeline on IA/BLM lands will be built and	permitted via the APPIORIZATION	REQUIRED FOR O	PERATIONS
AUTHORIZED ARE SUBJECT TO	IN INO ON FEDERAL AND	INDIAN LANDS	This action is subject to technica
"DENERAL REQUIREMENTS" TUILNA	11-11/00	AV	43 CFR 3165.3 and appeal
MITHIC	N	MOCD	pursuant to 43 CFR 3165.4

KP

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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



OIL CONSERVATION DIVISION

1220 South St. Francis Drive Santa Fe, NM 87505



Form C-102

AMENDED REPORT



(RECORD) 589 \*24 W 2622.84 (RECORD) 589 \*24 W 2622.84\* 16 S89 \*21 '36 W 2622.58 (MEASURED) 589 '20 '06 'W 2624.22 (MEASURED) SURFACE LOCATION 1202' FSL 1307' FML SECTION 8, T23N, RBW LAT: 36.237622'N LONG: 107.708510'W OATUM: NAD1927 (RECORD) NO '01 W 2660.79' NO '06 53 W 2656.96' (NEASURED) NO 35 35 W 2654.70 "31 W 2654.85 **CIL CONS. DIV DIST. 3** LAT: 36.237635 W LONG: 107.709122 W DATUM NAD1983 0 2016 MAY 1 2 8 POINT-OF-ENTRY 856' FSL 918' FWL SECTION 8. T23N, RBW LAT: 36.236589 'N LONG: 107.705827 'W DATUM: NAD1927 8 (RECORD) NO "01 W 2660.79" NO "06"25" W 2657.18" (NEASUPED) NEASURED) NEASURED) NO "33 50 W 2657.65 8 NO 31 W 2654 548\*44.2W LAT: 35.236701 W LONG: 107.710439 W DATUM: NAD1983 307 (RECORD) 589 "25 W 2646.93" 589 "21 00 W 2643.29" (NEASURED) (NEASURED) S89 18 41 W 2646.88 "25 W 2646.93" 118 990 ND2 "04 E 2662.44" ND2 "04 E 2662.44" ND2 "03 53"E 2663.14" (NEASURED) - 38 38 7 3655 6 NO2 '05 E 2656 17' 8 283 589 END-OF-LATERAL END-OF-LATERAL 2163 ' FSL 330' FEL SECTION 17, T23N, RBW LAT: 36.225792 'N LONG: 107.696506 'W DATUM: NAD1927 SCORE . NO1 58 38 E LAT: 35.225805 W LONG: 107.597117 W DATUM: NAD1983 (PECCARD) NO2 '04 E 2662.44' NO1 '58 '33 E 2659.78' (PEASURED) (NEASURED) 59 51 °E 2655.84 05 E 2656.17 NOZ FON in (MEASURED) 589 \*37 29 W 2665.12 589 \*43 W 2666.40 ' (RECORD) (MEASURED) S88 \*47 '12 'W 2628.80 S88 \*51 W 2630.76 ' (RECORD)

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





# WPX Energy

### **Operations Plan**

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

Date:	November 12, 2015	Field:	LYBROOK MANCOS W
Well Name:	W Lybrook UT #744H	Surface:	IA
SH Location:	SWSW Sec 8-23N-08W	Elevation:	6823' GR
BH Location:	NESE Sec 17-23N-08W	Minerals:	IA

Measured Depth: 11,164.25

# I. <u>GEOLOGY:</u> SURFACE FORMATION - NACIMIENTO

NAME	MD	TVD	NAME	MD	TVD
					P 6
OJO ALAMO	838	837	POINT LOOKOUT	3910	3824
KIRTLAND	1048	1045	MANCOS	4103	4011
PICTURED CLIFFS	1434	1421	GALLUP	4462	4360
LEWIS	1548	1532	KICKOFF POINT	5,182.08	4,961.74
CHACRA	1815	1791	TOP TARGET	5396	5052
CLIFF HOUSE	2923	2866	LANDING POINT	5,581.24	5,077.00
MENEFEE	2974	2915	BASE TARGET	5,581.24	5,077.00
			TD	11,164.25	5,026.00

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 <sup>3</sup>/<sub>4</sub>" 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

# A. CASING PROGRAM:

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"	5,581.24	7"	23 LBS	J-55 or equiv	LTC
PRODUCTION	6.125"	5431.24 - 11,164.25	4.5"	11.6 LBS	P-110 or equiv	LTC
TIE BACK	6.125"	Surf 5431.24	4.5"	11.6 LBS	P-110 or equiv	LTC

## 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. <u>INTERMEDIATE CASING</u>: 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.

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.

#### C. CEMENTING:

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

- <u>1. 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. 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 (561 sx /764 cuft /136 bbls). Tail Spacer: 20 BBL of MMCR. Displacement: Displace w/ +/- 140 bbl Fr Water. Total Cement (561 sx /764bbls).

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# N-80 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).

# **WPX Energy**

T23N R8W W Lybrook 2308-7B W Lybrook UT #744H - Slot A2

Wellbore #1

Plan: Design #1 23Sep15 sam

# **Standard Planning Report**

29 September, 2015

# WPX

# Planning Report

Database: Company: Project: Site: Well: Wellbore: Design:	COM WPX T23N W Ly W Ly Wellt Desig	IPASS Energy I R8W brook 2308-7B brook UT #744I bore #1 gn #1 23Sep15	H		Local Co- TVD Refe MD Refer North Ref Survey Ci	ordinate Refe rence: ence: /erence: alculation Met	rence: thod:	Well W Lybrook KB @ 6837.00u KB @ 6837.00u True Minimum Curva	UT #744H (A Isft (Aztec 920 Isft (Aztec 920 ture	2) - Slot A2 )) ))
Project	T23N	R8W		- tem	T. K. Heller	- The start		The second		al second a second second
Map System: Geo Datum: Map Zone:	US Sta NAD 19 New Me	te Plane 1927 ( 927 (NADCON 0 exico West 3003	Exact solution) CONUS) 3		System Da	tum:	Me	ean Sea Level		
Site	W Lyb	prook 2308-7B				1 1 1 N		Contraction of the	The second second	Second and the second
Site Position: From: Position Uncert	Ma ainty:	ap 0.0	Northi Eastin 0 usft Slot R	ng: g: adius:	1,906 537	,343.71 usft ,196.07 usft 13.200 in	Latitude: Longitude: Grid Converg	ence:		36.239225 -107.707202 0.07 *
Well	W Lyb	rook UT #744H	- Slot A2	1	Sassi int		Name and State	a line to a line	1000	The state of the s
Well Position	+N/-S	-583.	36 usft No	rthing:		1,905,759.85	usft Lat	itude:		36.237622
	+E/-W	-385.	85 usft Ea	sting:		536,810.98	Busft Lor	igitude:		-107.708510
Position Uncert	ainty	0.	00 usft We	ellhead Elevat	ion:	0.00	) usft Gro	und Level:		6,823.00 usft
Magnetics	Weild	oore #1 Iodel Name	Sample	• Date	Declina (°)	ition	Dip A (*	ingle ')	Field (	Strength nT)
		IGRF2010		9/23/2015		9.29		62.94		50,029
Design	Desig	n #1 23Sep15 s	am	121224			And the second			
Audit Notes:						_				
Version:			Phase	e: F	LAN	Tie	e On Depth:		0.00	
Vertical Section		ſ	Depth From (T	/D)	+N/-S	+{	E/-W	Din	ection	
			0.00		0.00	0	.00	14	40.57	
				-1211-1	the second second					
Measured Depth (usft)	Inclination (")	Azimuth (bearing)	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	
531.00	0.00	0.00	531.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,230.68	13.99	282.76	1,223.75	18.78	-82.92	2.00	2.00	0.00	282.76	
4,381.77	13.99	282.76	4,281.32	187.08	-826.08	0.00	0.00	0.00	0.00	
5,182.08	60.00	135.27	4,961.74	-72.91	-653.16	9.00	5.75	-18.43	-150.71	Start 60 tan 744H
5,242.08	60.00	135.27	4,991.74	-109.82	-616.59	0.00	0.00	0.00	0.00	End 60 tan 744H
5,415.24	75.59	135.27	5,056.98	-223.36	-504.11	9.00	9.00	0.00	0.01	
5,581.24	90.52	135.27	5,077.00	-340.09	-388.47	9.00	9.00	0.00	-0.01	POE 744H
11,164.25	90.52	135.27	5,026.00	-4,306.09	3,540.69	0.00	0.00	0.00	0.00	BHL 744H

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# WPX

# Planning Report

Philippine and the second			
Database:	COMPASS	Local Co-ordinate Reference:	Well W Lybrook UT #744H (A2) - Slot A2
Company:	WPX Energy	TVD Reference:	KB @ 6837.00usft (Aztec 920)
Project:	T23N R8W	MD Reference:	KB @ 6837.00usft (Aztec 920)
Site:	W Lybrook 2308-7B	North Reference:	True
Well:	W Lybrook UT #744H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Design #1 23Sep15 sam		

Planned Survey

4

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	0.00
351.00	0.00	0.00	351.00	0.00	0.00	0.00	0.00	0.00	0.00
9 5/8"									
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00
531.00	0.00	0.00	531.00	0.00	0.00	0.00	0.00	0.00	0.00
Start Build 2.	00								
1,000.00	9.38	282.76	997.91	8.46	-37.36	-30.26	2.00	2.00	0.00
1.230.68	13,99	282.76	1,223.75	18.78	-82.92	-67.17	2.00	2.00	0.00
Hold 13.99 In	clination		ALC: NO PERSONNEL	CALCULATION CALC	1	A DECKERT		A CERTIFICATION	
1,500.00	13.99	282.76	1,485.07	33.16	-146.44	-118.62	0.00	0.00	0.00
2,000.00	13.99	282.76	1,970.23	59.87	-264.36	-214.14	0.00	0.00	0.0
2,500.00	13.99	282.76	2,455.39	86.57	-382.28	-309.66	0.00	0.00	0.0
3,000.00	13.99	282.76	2,940.56	113.28	-500.20	-405.18	0.00	0.00	0.0
3 500 00	13.99	282 76	3 425 72	139 98	-618 12	-500 71	0.00	0.00	0.0
4 000 00	13.99	282.76	3 910 88	166 69	-736 04	-596 23	0.00	0.00	0.0
4 381 77	13.99	282.76	4,281.32	187.08	-826.08	-669 16	0.00	0.00	0.0
Start Build D	LS 9.00 TFO -15	0.71					ATTENDED IN COMPANY	THE REPORT OF LAND	701525.00
4,500.00	6.98	234.78	4,397.69	186.09	-845.95	-681.02	9.00	-5.93	-40.5
5,000.00	43.80	138.46	4,849.75	30.98	-751.11	-500.97	9.00	7.36	-19.20
5 182 08	60.00	135 27	4 961 74	-72 91	-653 16	-358 52	9.00	8 90	-1 7
Hold 60.00 In	clination	100.27	4,001114	72.01	000.10	000.02	0.00	0.00	1.1.
5 242 08	60.00	135 27	4 991 74	-109.82	-616 59	-306.78	0.00	0.00	0.0
Start Build D	1 S 9.00 TEO 0.0	1			1				
5.415.24	75.59	135.27	5.056.98	-223.36	-504.11	-147.64	9.00	9.00	0.0
Start DLS 9.0	0 TEO -0.01	STATUTE LANCE			Number of Street, or other		A LOCAL DESCRIPTION	SVALUE AND ADD	
5,500,00	83.21	135.27	5.072.56	-282.50	-445.52	-64.75	9.00	9.00	0.0
5,581.00	90,50	135.27	5,077.00	-339.92	-388.64	15.73	9.00	9.00	0.0
7"								Zalat Lizania	
5 581 24	90.52	135 27	5 077 00	-340.09	-388 47	15.97	9.00	9.00	0.00
POF at 90.52	Inc 135 27 deg	TOOLAT	0,077100						
6,000,00	90.52	135.27	5.073.17	-637.57	-93.76	432.92	0.00	0.00	0.00
6,500,00	90.52	135.27	5.068.61	-992.75	258.13	930.76	0.00	0.00	0.00
7,000.00	90.52	135.27	5,064.04	-1,347.94	610.01	1,428.60	0.00	0.00	0.00
7,500.00	90.52	135.27	5,059.47	-1,703.12	961.90	1,926.43	0.00	0.00	0.00
8 000 00	90.52	135 27	5 054 91	-2 058 30	1 313 78	2 424 27	0.00	0.00	0.00
8 500 00	90.52	135.27	5.050.34	-2 413 49	1,665,67	2 922 11	0.00	0.00	0.00
9,000.00	90.52	135.27	5,045.77	-2,768.67	2,017.55	3,419,95	0.00	0.00	0.00
9,500.00	90.52	135.27	5,041,20	-3,123,86	2,369,44	3,917,79	0.00	0.00	0.00
10,000.00	90.52	135.27	5,036.64	-3,479.04	2,721.32	4,415.63	0.00	0.00	0.00
10 500 00	90.52	135 27	5.032.07	-3.834 23	3 073 21	4 913 46	0.00	0.00	0.00
11 000 00	90.52	135 27	5 027 50	-4 189 41	3 425 09	5 411 30	0.00	0.00	0.00
11,164.25	90.52	135.27	5,026.00	-4.306.09	3,540,69	5.574.85	0.00	0.00	0.00
				11000.00	-1-1-1-0	5,51 1.50	0.00	0.00	5.00

# WPX

# Planning Report

Database: Company: Project: Site: Well: Wellbore: Design:	COMPASS WPX Energy T23N R8W W Lybrook 23 W Lybrook UT Wellbore #1 Design #1 23	:08-7В Г #744Н Sep15 sam			Local Co-or TVD Refere MD Referen North Refer Survey Calo	rdinate Reference: nce: ice: rence: culation Method:	Well W Lyb KB @ 6837 KB @ 6837 True Minimum C	rook UT #744H (A2) - 7.00usft (Aztec 920) 7.00usft (Aztec 920) Survature	- Slot A2
Design Targets	10 ML 20197		NICONN'S			WINESSEN IN			
Target Name - hit/miss target - Shape	Dip Angie (°)	Dip Dir. (bearing	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
Start 60 tan 744H - plan hits target ce - Point	0.00 Inter	0.00	4,961.74	-72.91	-653.16	1,905,686.10	536,157.92	36.237422	-107.710725
End 60 tan 744H - plan misses targe - Point	0.00 t center by 0.01	0.00 1usft at 5242	4,991.74 .09usft MD (	-109.83 (4991.74 TVD,	-616.59 -109.83 N, -6	1,905,649.23 16.59 E)	536,194.53	36.237320	-107.710601
BHL 744H - plan hits target ce - Point	0.00 nter	0.00	5,026.00	-4,306.09	3,540.69	1,901,458.32	540,357.21	36.225792	-107.696506
POE 744H - plan hits target ce - Point	0.00 nter	0.00	5,077.00	-340.09	-388.47	1,905,419.26	536,422.95	36.236688	-107.709828

Casing Points							
	Measured Depth (usft)	Vertical Depth (usft)		Name	Casing Diameter (in)	Hole Diameter (in)	
	351.00	351.00	9 5/8"		9.625	12.250	
	5,581.00	5,077.00	7 <sup>n</sup>		7.000	8.750	

### Plan Annotations

ž

Measured	Vertical	Local Coon		
Depth (usft)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Comment
531.00	531.00	0.00	0.00	Start Build 2.00
1,230.68	1,223.75	18.78	-82.92	Hold 13.99 Inclination
4,381.77	4,281.32	187.08	-826.08	Start Build DLS 9.00 TFO -150.71
5,182.08	4,961.74	-72.91	-653.16	Hold 60.00 Inclination
5,242.08	4,991.74	-109.82	-616.59	Start Build DLS 9.00 TFO 0.01
5,415.24	5,056.98	-223.36	-504.11	Start DLS 9.00 TFO -0.01
5,581.24	5,077.00	-340.09	-388.47	POE at 90.52 Inc 135.27 deg
11,164.25	5,026.00	-4,306.09	3,540.69	TD at 11164.25



- c. The construction zone near corner 6 of the West Lybrook UT Nos. 701H & 702H well pad may be shortened to accommodate drainage and badland hills.
- 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 pads within 120 days of the well pads being constructed, the operator will consult with the BLM to address a site-stabilization plan.
- D. Production Facilities
  - 1. As practical, accesses 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 on the Remote Facilities Pad, to minimize visual impact to the extent practicable.
  - 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.

After the completion phases and pipeline installation, portions of the project areas not needed for operation will be reclaimed. When the well is plugged, final reclamation will occur within the remainder of the project areas. 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 a commercial disposal facility or a 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
  - 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 4 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

- 6 -

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

### in Bloomfield, NM to WPX Energy Production, LLC W Lybrook Unit #744H

# 1202' FSL & 1307' FWL, Section 8, T23N, R8W, N.M.P.M., San Juan County, NM

### Latitude: 36.237635°N Longitude: 107.709122°W Datum: NAD1983

From the intersection of US Hwy 550 & US Hwy 64 in Bloomfield, NM, travel Southerly on US Hwy 550 for 38.7 miles to Mile Marker 112.7;

Go Right (Southerly) on County Road #7900 for 0.2 miles to begin proposed access on right-hand side of County Road #7900 which continues for 764.1' to staked WPX W Lybrook Unit #744H location.

