State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor David R. Catanach, Division Director **David Martin Oil Conservation Division Cabinet Secretary Tony Delfin Deputy Cabinet Secretary** New Mexico Oil Conservation Division approval and conditions listed below are made in accordance with OCD Rule 19.15.7.11 and are in addition to the actions approved by BLM on the following 3160-3 APD form. Operator Signature Date: 2-25-16 Well information; , Well Name and Number N Escavada LI+ # 314 H Operator WPX API# 30-043-21285, Section 10, Township 22 (N/S, Range 07 Conditions of Approval: (See the below checked and handwritten conditions) 6 Notify Aztec OCD 24hrs prior to casing & cement. 6 Hold C-104 for directional survey & "As Drilled" Plat Hold C-104 for NSL, NSP, DHC 0 Spacing rule violation. Operator must follow up with change of status notification on other well 0 to be shut in or abandoned Regarding the use of a pit, closed loop system or below grade tank, the operator must comply 0 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. -2016 NMOCD Approved by Signature Date

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

Form 3160-3 (September 2001)	OIL CONS. DIV DI	ST. 3	FORM A OMB No Expires Jan	APPROVED 0.1004-0136 1uary 31, 2004
UNITED STATES DEPARTMENT OF THE I BUREAU OF LAND MANA	NTERIOR MAY 12 201 GEMENT	6	5. Lease Serial No. N0-G-1312-1809	B. Fam. 25 2010
APPLICATION FOR PERMIT TO D	RILL OR REENTER		5. If Indian, Allottee	or Tribe Name Ston Field
la. Type of Work: 🛛 DRILL	ER	1	7. If Unit or CA Agre	ement, Name and No. and Office
In Type of Well- Oil Well Gas Well Other	Single Zone Multi	ple Zone	8. Lease Name and W	ell No.
2 Name of Operator		pre sone	N. Escavada UI #	314H
UDV Energy Declaration LLC			30.043 2 1.2 S	85
3a. Address	3b. Phone No. (include area code)	10	0. Field and Pool, or I	Exploratory
P.O. Box 640 Aztec, NM 87410	(505) 333-1808		North Escavada Ur	nit; Mancos Pool
4. Location of Well (Report location clearly and in accordance with any	State requirements. *)	1	1. Sec., T., R., M., or	Blk. and Survey or Area
At surface 1900' FSL & 1275' FEL, sec 10, T22N, R7W Unit I			SHL: Sec 10, T221	N, R7W
At proposed prod. zone 2301' FSL & 2375' FWL, sec 4 T22N, R	7W Unit K		BHL: Sec 4, T22N	, R7W
14. Distance in miles and direction from nearest town or post office*		13	2. County or Parish	13. State
From intersection US Hwy & 550 US Hwy 64 in Bloomfield NM.	South 48.3 miles to Mile Marker 103.	0	Sandoval	NM
15. Distance from proposed*	16. No. of Acres in lease	17. Spacing U	nit dedicated to this v	vell
location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 1275'	160 Acres	1280.0-Ac	res	
18. Distance from proposed location*	19. Proposed Depth	20. BLM/BIA	Bond No. on file	
to nearest well, drilling, completed, applied for, on this lease, ft. 20'	13829' MD / 5099' TVD	B001576		
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date work will st	tart* 2	Estimated duration	n
6944' GR	April 1, 2016		1 month	-
	24. Attachments			
 A Surface Use Plan (if the location is on National Forest System SUPO shall be filed with the appropriate Forest Service Office). 	Lands, the 5. Operator certifica 6. Such other site s Authorized offic	ation. pecific informa er.	tion and/or plans as	s may be required by the
25. Signature	Name (Printed/Typed) Lacey Granillo			Date 2/25/16
Title Permit Technician III				
Approved by (Signature) Approved by (Signature)	Name (Printed/Typed)			Date 5/10/16
Title AFM	Office FFC			
Application approval does not warrant or certify that the applicant holds operations thereon. Conditions of approval, if any, are attached.	legal or equitable title to those rights in	the subject leas	e which would entitle	the applicant to conduct
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make i States any false, fictitious or fraudulent statements or representations as t	it a crime for any person knowingly and to any matter within its jurisdiction.	d willfully to ma	ke to any department	t or agency of the United
*(Instructions on reverse) WPX Energy Production, LLC, proposes to develop the North Escavada surface use plans.	a Unit Mancos formation at the above of	described locatio	n in accordance with	the attached drilling and
The well pad surface is under jurisdiction of BLM, FIMO and BIA and	is on lease and will be twinned with the	e N. Escavada #3	313H/328H/329H.	
This location has been archaeologically surveyed by La Plata Archeolog	gical Consultants. Copies of their repor	t have been subr	nitted directly to the l	BLM and NNHPD.
The new access of 950.6' of Navajo Allotted is on lease access road wil	l be built and permitted via the APD.			INS AUTHORIZED
A new pipeline of 424.8' of Navajo Allotted is on lease well connect pip	peline will be built and permitted via th	e APD.	ARE SUBJECT TO C	OMPLIANCE WITH AL REQUIREMENTS"
BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELICIE THE LESSEE AND			ATTAVILU OLICI	
AUTHORIZATION REQUIRED OF FEDERAL AND INDIAN LANDS	NMOCD		free lical and pro	oject to locedural review FR 3165.3 and
IAL			appeal pursuant I	to 43 CFR 3165.4

KP

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

(RECORD)

(RECORD)

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



NBB *40 W 2622.18

(RECORD)

OIL CONSERVATION DIVISION

1220 South St. Francis Drive Santa Fe, NM 87505

State of New Mexico

Energy, Minerals & Natural Resources Department

Form C-102 Revised August 1, 2011

Submit one copy to Appropriate District Office

AMENDED REPORT



WPX Energy

Operations Plan

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

Date:	February 23, 2016	Field:	Lybrook Gallup
Well Name:	N. Escavada UT #314H	Surface:	IA
SH Location:	NESE Sec 10-22N-07W	Elevation:	6944' GR
BH Location:	NESW Sec 4-22N-07W	Minerals:	IA

Measured Depth: 13,828.96'

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

NAME	MD	TVD	NAME	MD	TVD
OJO ALAMO	987	986	POINT LOOKOUT	3,876	3,820
KIRTLAND	1,164	1,160	MANCOS	4,060	4,000
PICTURED CLIFFS	1,474	1,464	GALLUP	4,361	4,295
LEWIS	1,596	1,584	KICKOFF POINT	5,145.01	4,954.71
CHACRA	1,830	1,813	TOP TARGET	5,303	5,027
CLIFF HOUSE	2,987	2,948	LANDING POINT	5,536.12	5,070.00
MENEFEE	3,038	2,998	BASE TARGET	5,536.12	5,070.00
			TD	13,828.96	5,099.00

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 ¾" 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"	5,536.12'	7"	23 LBS	J-55 or equiv	LTC
PRODUCTION	6.125"	5386.12' - 13,828.96'	4.5"	11.6 LBS	P-110 or equiv	LTC
TIE BACK	6.125"	Surf 5386.12'	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. A DV tool will be placed 100' above 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 + 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
 STAGE 1: Spacer #1: 20 bbl (112 cuft) Chemwash. Lead Cement: 109 bbls, 311 sks, (613 cuft), 12.3 ppg @ 1.97 cuft/sk yield. Tail Cement: 86 bbls, 371 sks, (482 cuft), 13.5 ppg @ 1.3 cuft/sk yield. Displacement: Displace w/ +/- 218 bbl Drilling mud or water. Total Cement: 195 bbls, 682 sks, (1095 cuft)
 STAGE 2: Spacer #1: 20 bbl (112 cuft) Chemwash. Lead Cement: 40 bbls, 114 sks, (222 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/ +/- 68 bbl Drilling mud or water. Total Cement: 56 bbls, 192 sks, (312 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 (827 sx /1125 cuft /200 bbls). Tail Spacer: 20 BBL of MMCR. Displacement: Displace w/ +/- 140 bbl Fr Water. Total Cement (827 sx /1125bbls).

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.

 If this horizontal well is 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

T22N R7W 2207-10I NEU N Escavada UT #314H - Slot A2

Wellbore #1

Plan: Design #1 17Feb16 sam

Standard Planning Report

22 February, 2016

WPX

Planning Report

Database: Company: Project: Site: Well: Wellbore: Design:	COM WP) T221 2207 N Es Well Desi	IPASS (Energy N R7W 7-10I NEU licavada UT #31 bore #1 gn #1 17Feb16	4H sam		Local Co TVD Refe MD Refer North Re Survey C	-ordinate Refe rence: ference: ference: alculation Me	erence: thod:	Well N Escavad GL @ 6944.00u GL @ 6944.00u True Minimum Curva	la UT #314H Isft (Original V Isft (Original V ture	(A2) - Slot A2 Vell Elev) Vell Elev)
Project	T22N	R7W	ALL ALL SAL	ALC: NO DES	5791. <i>27</i>	4857.5246				
Map System: Geo Datum: Map Zone:	US Sta NAD 11 New M	tte Plane 1927 (927 (NADCON exico West 300	Exact solution) CONUS) 3		System Da	itum:	М	ean Sea Level		
Site	2207-	10I NEU							1.8.8.7	
Site Position: From: Position Uncer	Ma tainty:	ap 0.0	North Eastir 00 usft Slot R	ing: Ig: adius:	1,874 581	4,627.95 usft 1,522.23 usft 13.200 in	Latitude: Longitude: Grid Converg	gence:		36.151844 -107.557199 0.16 °
Well	N Esc	avada UT #314	H - Slot A2	11 1 2 1		21 Card			24.8-23	
Well Position	+N/-S +E/-W	-18. -7.	20 usft No 68 usft Ea	orthing: sting:		1,874,609.73 581,514.60	3 usft Lat 0 usft Lor	titude: ngitude:		36.151794 -107.557225
Position Uncer	tainty	0.	.00 usft W	ellhead Elevat	ion:	0.0	0 usft Gro	ound Level:		6,944.00 usft
Wellbore	Wellt	oore #1		15 12 1 3						
Magnetics	M	lodel Name	Sampl	e Date	Declina (*)	tion	Dip /	Angle *)	Field	Strength (nT)
		IGRF2015		2/10/2016		9.24		62.89		49,867
Design Audit Notes: Version:	Desig	n #1 17Feb16 s	am Phase	e: P	LAN	Tie	e On Depth:		0.00	
Vertical Section	n:	ERO-M	Depth From (T) (usft) 0.00	/D)	+N/-S (usft) 0.00	+ (L	E/-W usft) 0.00	Dire (be	aring) 0.33	
Plan Sections	1					Street Sectors				
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	
600.00	0.00	0.00	600.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,166.29	11.33	218.22	4 388 34	-43.83	-34.51	2.00	2.00	0.00	218.22	
4,450.05	11.33	210.22	4,000.01	-551.45	742.02	0.00	7.06	14.09	103.26	Start 60 Tan #314H
0.140.01	60.00	315 27	4,954 71	*3/3 00		248 6 11 8		1 T. M. S.	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	and a backet street to be a street t
5,145.01	60.00	315.27 315.27	4,954.71	-338.16	-750.40	0.00	0.00	0.00	0.00	End 60 Tan #314H
5,205.01	60.00 60.00 74.59	315.27 315.27 315.26	4,954.71 4,984.71 5,047.13	-338.16 -232.18	-750.40	0.00	0.00	0.00	0.00	End 60 Tan #314H
5,145.01 5,205.01 5,367.17 5,536.12	60.00 60.00 74.59 89.80	315.27 315.27 315.26 315.28	4,954.71 4,984.71 5,047.13 5,070.00	-338.16 -232.18 -113.60	-713.83 -750.40 -855.39 -972.84	0.00 9.00 9.00	0.00 9.00 9.00	0.00	0.00 -0.03 0.08	End 60 Tan #314H POE #314H

WPX

Planning Report

Database: Company: Project: Site: Well: Well: Wellbore: Design:	COMPASS WPX Energy T22N R7W 2207-10I NEU N Escavada UT #314H Wellbore #1 Design #1 17Feb16 sam	Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method:	Well N Escavada UT #314H (A2) - Slot A2 GL @ 6944.00usft (Original Well Elev) GL @ 6944.00usft (Original Well Elev) True Minimum Curvature
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Planned Survey

Depth (usft)	Inclination (°)	Azimuth (bearing)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Section (usft)	Rate (*/100usft)	Build Rate (*/100usft)	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
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.0
600.00	0.00	0.00	600.00	0.00	0.00	0.00	0.00	0.00	0.0
Start Build 2.0	0								
1,000.00	8.00	218.22	998.70	-21.90	-17.25	-1.03	2.00	2.00	0.0
1,166.29	11.33	218.22	1,162.61	-43.83	-34.51	-2.06	2.00	2.00	0.0
Hold 11.33 Incl	lination								
1,500.00	11.33	218.22	1,489.82	-95.32	-75.06	-4.48	0.00	0.00	0.0
2,000.00	11.33	218.22	1,980.08	-172.47	-135.80	-8.10	0.00	0.00	0.0
2,500.00	11.33	218.22	2,470.35	-249.62	-196.55	-11.72	0.00	0.00	0.0
3,000.00	11.33	218.22	2,960.61	-326.77	-257.29	-15.34	0.00	0.00	0.0
3,500.00	11.33	218.22	3,450.87	-403.92	-318.04	-18.96	0.00	0.00	0.0
4,000.00	11.33	218.22	3,941,14	-481.07	-378.78	-22.59	0.00	0.00	0.0
4,456.05	11.33	218.22	4,388.31	-551.43	-434.19	-25.89	0.00	0.00	0.0
Start Build DLS	S 9.00 TFO 103	3.26							
4,500.00	11.10	238.63	4,431.43	-557.03	-440.47	-24.72	9.00	-0.52	46.4
5,000.00	47.33	311.38	4,868.94	-455.28	-629.28	185.06	9.00	7.25	14.5
5,145.01	60.00	315.27	4,954.71	-375.08	-713.83	301.42	9.00	8.74	2.6
Hold 60.00 Incl	lination							THE REAL PROPERTY OF	
5,205.01	60.00	315.27	4,984.71	-338.16	-750.40	353.19	0.00	0.00	0.0
Start Build DLS	S 9.00 TFO -0.0	03							
5,367.17	74.59	315.26	5,047.13	-232.18	-855.39	501.82	9.00	9.00	0.0
Start DLS 9,00	TFO 0.08			and the second second					
5,500.00	86.55	315.28	5,068.85	-139.25	-947.44	632.14	9.00	9.00	0.0
5,536.00	89.79	315.28	5,070.00	-113.69	-972.76	667,98	9.00	9.00	0.0
7"									
5,536.12	89.80	315.28	5,070.00	-113.60	-972.84	668.09	9.00	9.00	0.0
POE at 89.80 In	nc 315.28 Deg								
6,000.00	89.80	315.28	5,071.62	216.04	-1,299.22	1,130.24	0.00	0.00	0.0
6,500.00	89.80	315.28	5,073.37	571.34	-1,651.00	1,628.37	0.00	0.00	0.0
7,000.00	89.80	315.28	5,075.12	926.65	-2,002.79	2,126.50	0.00	0.00	0.0
7,500.00	89.80	315.28	5,076.87	1,281.95	-2,354.58	2,624.63	0.00	0.00	0.0
8,000.00	89.80	315.28	5,078.62	1,637.26	-2,706.37	3,122.76	0.00	0.00	0.0
8,500.00	89.80	315.28	5,080.36	1,992.56	-3,058.16	3,620.89	0.00	0.00	0.0
9,000.00	89.80	315.28	5,082.11	2,347.87	-3,409.95	4,119.01	0.00	0.00	0.0
9,500.00	89.80	315.28	5,083.86	2,703.17	-3,761.74	4,617.14	0.00	0.00	0.0
10,000.00	89.80	315.28	5,085.61	3,058.48	-4,113.52	5,115.27	0.00	0.00	0.0
10,500.00	89.80	315.28	5,087.36	3,413.78	-4,465,31	5,613,40	0.00	0.00	0.0
11,000.00	89.80	315.28	5,089,11	3,769,09	-4,817,10	6,111,53	0.00	0.00	0.0
11,500.00	89.80	315.28	5,090,86	4,124,39	-5,168,89	6,609,66	0.00	0.00	0.00
12,000.00	89.80	315.28	5,092,60	4,479,70	-5.520.68	7,107.79	0.00	0.00	0.00
12,500.00	89.80	315.28	5,094.35	4,835.00	-5,872.47	7,605.92	0.00	0.00	0.0
13,000.00	89.80	315.28	5,096,10	5,190.31	-6,224.26	8,104.04	0.00	0.00	0.00
13,500.00	89.80	315.28	5,097,85	5,545,61	-6.576.05	8,602,17	0.00	0.00	0.00
13,828.96	89.80	315.28	5,099.00	5,779.38	-6,807,50	8,929,91	0.00	0.00	0.00
					-,				0.00

COMPASS 5000.1 Build 78

WPX

Planning Report

Database: Company: Project: Site: Well: Wellbore: Design:	COMPASS WPX Energy T22N R7W 2207-10I NEU N Escavada U Wellbore #1 Design #1 17F	I IT #314H Feb16 sam			Local Co-o TVD Refere MD Refere North Refe Survey Cal	rdinate Reference: ence: nce: rence: iculation Method:	Well N Esc GL @ 6944 GL @ 6944 True Minimum C	avada UT #314H (A2) I.00usft (Original Well I.00usft (Original Well Curvature	- Slot A2 Elev) Elev)
Design Targets		Nessen	I RELEASE	-	A North Color	the second s			
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 #314H - plan hits target ce - Point	0.00 enter	0.00	4,954.71	-375.08	-713.83	1,874,232.62	580,801.84	36.150764	-107.559643
End 60 Tan #314H - plan misses target - Point	0.00 t center by 0.08	0.00 usft at 5205	4,984.71 .01usft MD (-338.22 (4984.71 TVD,	-750.45 -338.17 N, -7	1,874,269.38 50.40 E)	580,765.12	36.150865	-107.559767
POE #314H - plan hits target ce - Point	0.00 Inter	0.00	5,070.00	-113.60	-972.84	1,874,493.36	580,542.09	36.151482	-107.560520
BHL #314H - plan hits target ce - Point	0.00 nter	0.00	5,099.00	5,779.38	-6,807.50	1,880,369.73	574,690.70	36.167669	-107.580288
Casing Points	mander	auta transfe							
Me	asured	Vertical					Casi	na Hole	States and States

Measured Depth (usft)	Vertical Depth (usft)		Name	Casing Diameter (in)	Hole Diameter (in)	
320.00	320.00	9 5/8"		9,625	12.250	
5,536.00	5,070.00	7"		7.000	8.750	

Plan Annotations

Measured	Vertical	Local Coordinates		
Depth (usft)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Comment
600.00	600.00	0.00	0.00	Start Build 2.00
1,166.29	1,162.61	-43.83	-34,51	Hold 11.33 Inclination
4,456.05	4,388.31	-551.43	-434.19	Start Build DLS 9.00 TFO 103.26
5,145.01	4,954.71	-375.08	-713.83	Hold 60.00 Inclination
5,205.01	4,984.71	-338.16	-750.40	Start Build DLS 9.00 TFO -0.03
5,367.17	5,047.13	-232.18	-855.39	Start DLS 9.00 TFO 0.08
5,536.12	5,070.00	-113.60	-972.84	POE at 89.80 Inc 315.28 Deg
13,828.96	5,099.00	5,779.38	-6,807.50	TD at 13828.96



- 2. Vegetation and topsoil removal, storage, and protection are described in detail in the Reclamation Plan (Appendix C).
- 3. The well pad will be leveled to provide space and a level working surface for vehicles and equipment. Excavated materials from cuts will be used on fill portions of the well pad to level the working surface. Construction of the well pad would require a maximum fill of approximately 3-feet along the southwest end, and a cut of 5 feet on the north and northeast corners (corner 2 and corner 3 respectively). No additional surfacing materials will be required for construction.
- 4. As determined during the onsite on October 28, 2015, the following best management practices will be implemented:
 - a. Diversions will be installed upon reclamation.
 - b. No additional fill would be required to construct the pad.
 - c. Culverts are identified on the construction plats; any additional need for culverts will be determined upon construction/reclamation and installed where needed as needed.
 - d. Facilities will be painted Juniper Green.
 - e. BLM approved sagebrush seed mix will be used 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, backhoe, trencher, 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.
- D. Production Facilities
 - As practical, access will be a teardrop-shaped road through the production area so that the center may be revegetated.
 - 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.
 - 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 area not needed for operation will be reclaimed. When the well is plugged, final reclamation will occur within the remainder of the project area. Reclamation is described in detail in the Reclamation Plan (Appendix C).

7.0 Methods for Handling Waste

- A. Cuttings
 - Drilling operations will utilize a closed-loop system. Drilling of the horizontal laterals will be accomplished with water-based mud. All cuttings will be placed in roll-off bins and hauled to 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.

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

in Bloomfield, NM to WPX Energy Production, LLC N Escavada UT #314H

1900' FSL & 1275' FEL, Section 10, T22N, R7W, N.M.P.M., Sandoval County, NM

Latitude: 36.151809°N Longitude: 107.557832°W Datum: NAD1983

From the intersection of US Hwy 550 & US Hwy 64 in Bloomfield, NM, travel Southerly on US Hwy 550 for 48.3 miles to Mile Marker 103.0;

Go Right (Southerly) on Atkins Road for 4.2 miles to 4-way intersection;

Go Straight (Southerly) continuing on Atkins Road for 1.6 miles to 4-way intersection;

Go Right (Westerly) exiting Atkins Road for 0.2 miles to new access on left-hand side of existing roadway which continues for an additional 950.6' to staked WPX N Escavada UT #314H location.

