State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Tony Delfin Acting 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: 11.3.10 Well information;
Operator WPX, Well Name and Number W Lybrook Unit #757H
API# <u>30045·35801</u> , Section <u>23</u> , Township <u>23</u> (NS, Range 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
o 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.
Charl Hern 12-8-2016
NMOCD Approved by Signature

OIL CONS. DIV DIST. 3

NOV 3 0 2016

FORM APPROVED OMB No. 1004-0137 Expires October 31, 2014

5. Lease Serial No.

N0G13121862

Form	31	60	-3
(Mar	ch	20	12

UNITED STATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MAN	AGEMENT			
APPLICATION FOR PERMIT TO		ER	6. If Indian, Allotee EASTERN NAVAJO	
				1000
la. Type of work:		7 If Unit or CA Agre INITAL MANCOS F	ement, Name and No. A / NMNM135216A	
lb. Type of Well: Oil Well Gas Well Other	Single Zone	Multiple Zone	8. Lease Name and V W LYBROOK UT 7	
2. Name of Operator WPX ENERGY LLC		A	9. API Well No.	5-35807
3a. Address 720 S Main Aztec NM 87410	3b. Phone No. (include ar (505)333-1822	ea code)	10. Field and Pool, or I	
4. Location of Well (Report location clearly and in accordance with any	State requirements.*)	1	11. Sec., T. R. M. or B	lk. and Survey or Area
At surface SWNE / 2626 FNL / 2113 FEL / LAT 36.21244 At proposed prod. zone SESE / 1212 FSL / 330 FEL / LAT 3	3 / LONG -107.7563	A CONTRACTOR OF THE PARTY OF TH	SEC 23 / T23N / R	9W / NMP
 Distance in miles and direction from nearest town or post office* 37.8 miles 			12. County or Parish SAN JUAN	13. State NM
15. Distance from proposed* location to nearest 20 feet property or lease line, ft. (Also to nearest drig. unit line, if any)	16. No. of acres in lease 160	17. Spacia 480	ng Unit dedicated to this v	vell
18. Distance from proposed location* to nearest well, drilling, completed, 2113 feet applied for, on this lease, ft.	19. Proposed Depth 4619 feet / 14848 fe		BIA Bond No. on file 001576	
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date we	ork will start*	23. Estimated duration	1
6719 feet	12/01/2016		30 days	
	24. Attachments			
1. Well plat certified by a registered surveyor. 2. A Drilling Plan. 3. A Surface Use Plan (if the location is on National Forest System I SUPO must be filed with the appropriate Forest Service Office).	4. Bond Item 2 ands, the 5. Opera	to cover the operation 20 above). tor certification other site specific inf		existing bond on file (see may be required by the
25. Signature (Electronic Submission)	Name (Printed/Typ Lacey Granillo /	ned) Ph: (505)333-181		Date 11/03/2016
Permitting Tech III				,
Approved by (Signature) Man lies les	Name (Printed/Typ	oed)		Date 11/28/16
Title AF 11	Office FARMINGTON			. ,

conduct operations thereon. Conditions of approval, if any, are attached. 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.

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to

(Continued on page 2)

*(Instructions on page 2)

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

S APPROVAL OR ACCEPTANCE OF THIS ON DOES NOT RELIEVE THE LESSEE AND . VIOR FROM OBTAINING ANY OTHER PORIZATION REQUIRED FOR OPERATIONS VI EDERAL AND INDIAN LANDS





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

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

N/2 SE/4, SE/4 SE/4 - Section 25

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised August 1, 2011

Submit one copy to Appropriate District Office

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

AMENDED REPORT

OIL CONS. DIV DIST. 3 WELL LOCATION AND ACREAGE DEDICATION PLAT 'API Number *Pool Code DEC 06 2016 LYBROOK MANCOS W 30-045-35807 Property Code 315350 98157 Property Name Well Number W LYBROOK UNIT 757H OGRID No. Elevation *Operator Name 120782 WPX ENERGY PRODUCTION, LLC 6719 10 Surface Location UL or lot no Feet from the 23 23N 9W G 2626 NORTH 2113 EAST SAN JUAN Bottom Hole Location If Different From Surface North/South line Feet from the East/West line P 25 23N 9W SOUTH 330 EAST SAN JUAN 12 Dedicated Acres 13 Joint or Infill 58 Consolidation Code Order No. SW/4 NE/4, N/2 SE/4 480.0 R-14051 12.807.24 Acres Section 23 Section 24 SE/4 SE/4 SW/4 SW/4 -N/2 NW/4, SE/4 NW/4, SW/4 NE/4 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

(RECORD) N89 "55" W 2641.32" (RECORD) NB9 "58"W 2643.96 (RÉCORD) N89 *12 W 2608.98 (RECORD) NB9 "12"W 2608.98 N99 17 31 W 2608.72 (MEASURED) S89 '57'22'W 2640.63 (MEASURED) \$89 56 03 W 2640.91 (MEASURED) NB9 *16 '35 W 2607.57 (MEASURED) (NO 10 56 W 2629.91 NO 10 56 W 2629.44 NO 708 W 2629.44 NO '14'49'N 2641.34 (NEASURED) NO '05 '13" W 2622.24" NO '03" W 2623.83" (PECORD) SURFACE LOCATION (RECORD) NO '11 W 2641.32 SUFFACE LOCATION 2626' FNL 2113' FEL SEC 23, T23N, R9W LAT: 36.212430'N LONG: 107.755758'W. DATUM: NAD1927 LAT: 36.212443 'N LDNG: 107.756372 W DATUM: NAD1983 1938 24 2641.98 2641.67 2641.67 POINT-OF-ENTRY 2535 FNL 1938 FEL SEC 23, T23N, R9W LAT: 35-212678 N LONG: 107.755165 W DATUM: NAD1927 162°373E 01'16'W 2638.64 (MEASLATED) NO '06 36 W 2623.83 ' NO '03 W 2623.83 ' (RECORD) (RECORD) 104 E 2638.02 LAT: 36.212691 N LONG: 107.755778 W DATUM: NAD1983 8 2 ş 9 (MEASURED) S89 '50 '32 'W 2622.50 (MEASURED) 589 '51 '35 W 2623.23 (MEASURED) NB9 "33"31"W 2624.58 NO '07'30'W 2623.65' NO '03'W 2623.83' (PECORD) S89 51 35 W 2623.2: S89 54 W 2623.17 (RECORD) S89 *54 W 2623.17 (RECORD) N89 30 W 2624.16 (RECORD) NO 47 E 2633.40 92 PECOPO) B12 16 88. 17.37 (NEA ě 2 2 26 NO "20 E 2641.65" NO "17 38 E 2641.75" (MEASURED) *40 51 E 2633.49* END-OF-LATERAL 1212' FSL 330' FEL SEC 25, T23N, R9W LAT: 36.193954'N LONG: 107.732022'W DATUM: NAD1927 (WEASIMED) 7 06 58 W 2624.61 NO '03 W 2623.83 ' (RECOPD) NO 47 E 2633.40 LAT: 36.193967 N LONG: 107.732635 W DATUM: NAD1983 212 9 (MEASURED) NB9 "57 16"W 2641.55 NB9 "55"W 2640.00 (RECORD) (MEASURED) "56"48"W 2640.96 (MEASURED) NB9 "57 '05" W 2644.69 (MEASURED) NB9 "57" 29" W 2642.59 NB9 "56" W 2643.30" (RECORD) N89 *55 W 2640.00* NB9 '56 W 2643.30' (RECORD)

OPERATOR CERTIFICATION "OPEHATOH CEHITFICATION
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 present
to a contract with an owner of such a mineral
or working interest, or to a voluntary pooling
agreement or a compulsory pooling order
heretakere entered by the division.

| Signature | Date Date TOUCH E-mail Add "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: OCTOBER 18, 2016 Survey Date: OCTOBER 19, 2015 Signature and Seal of Professional Surveyor C. EOMADIS JASON. MEXICO **SEX** SMEIGH A OFESSION ASON DWARDS Certificate Number



Operations Plan

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

Date:

November 2, 2016

Field:

Lybrook Mancos W

Well Name:

W Lybrook UT #757H

Surface:

Elevation: 6719' GR

SH Location:

NWSE Sec 23 23N-09W

Minerals:

BH Location:

SESE Sec 25 23N-09W

Measured Depth: 14,847.97

I. GEOLOGY

Surface formation - NACIMIENTO

A. FORMATION TOPS: (GR)

NAME	MD	TVD	NAME	MD	TVD
OJO ALAMO	404.00	404.00	POINT LOOKOUT	3,459.00	3,391.00
KIRTLAND	612.00	612.00	MANCOS	3,652.00	3,578.00
PICTURED CLIFFS	988.00	988.00	GALLUP	4,013.00	3,927.00
LEWIS	1,099.00	1,099.00	KICKOFF POINT	3,931.31	3,847.27
CHACRA	1,359.00	1,358.00	TOP TARGET	4,881.00	4,619.00
CLIFF HOUSE	2,466.00	2,433.00	LANDING POINT	5,200.09	4,695.00
MENEFEE	2,517.00	2,482.00	BASE TARGET	5,200.09	4,695.00
		A - 1100	TD	14,847.97	4,619.00

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. MUD PROGRAM:

LSND mud (WBM) will be used to drill the 12-1/4" Surface hole, the 8 %" 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. BOP TESTING:

While drill pipe is in use, the pipe rams and the blind rams will be function tested once each trip. The BOPE will be tested to 2,000 psi (High) for 10 minutes and the annular tested to 1,500 psi for 10 minutes. Pressure test surface casing to 1,500 psi for 30 minutes and intermediate casing to 1,500 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)	CSG SIZE	WEIGHT	GRADE	CONN
SURFACE	12.25"	320.00'	9.625"	36 LBS	J-55 or equiv	STC
INTERMEDIATE	8.75"	5,200.09'	7"	23 LBS	J-55 or equiv	LTC ·
PRODUCTION	6.125"	5050.09' - 14,847.97	4.5"	11.6 LBS	P-110 or equiv	LTC
TIE BACK	6.125"	Surf 5050.09'	4.5"	11.6 LBS	P-110 or equiv	LTC

B. FLOAT EQUIPMENT:

1. SURFACE CASING:

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. If losses are encountered during the drilling of the intermediate section a DV tool will be utalized and a 2 stage cement job may be planned to ensure cement circ back to surface. The 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, if no cement is seen at surface on the 1st stage the stage tool will be opend and a 2nd stage cement job will be pumped.

3. PRODUCTION LINER:

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. CEMENT:

(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. Intermediate:

Spacer #1: 20 bbl (112 cuft) Chemwash. Lead Cement: 94 bbls, 269 sks, (529 cuft), 12.3 ppg @ 1.97 cuft/sk yield. Tail Cement: 59 bbls, 254 sks, (331 cuft), 13.5 ppg @ 1.3 cuft/sk yield. Displacement: Displace w/ +/- 205 bbl Drilling mud or water. Total Cement: 153 bbls, 523 sks, (860 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 (960 sx /1306 cuft /233 bbls). Tail Spacer: 20 BBL of MMCR. Displacement: Displace w/ +/-204bbl Fr Water. Total Cement (960 sx /1306bbls).

D. COMPLETION:

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:

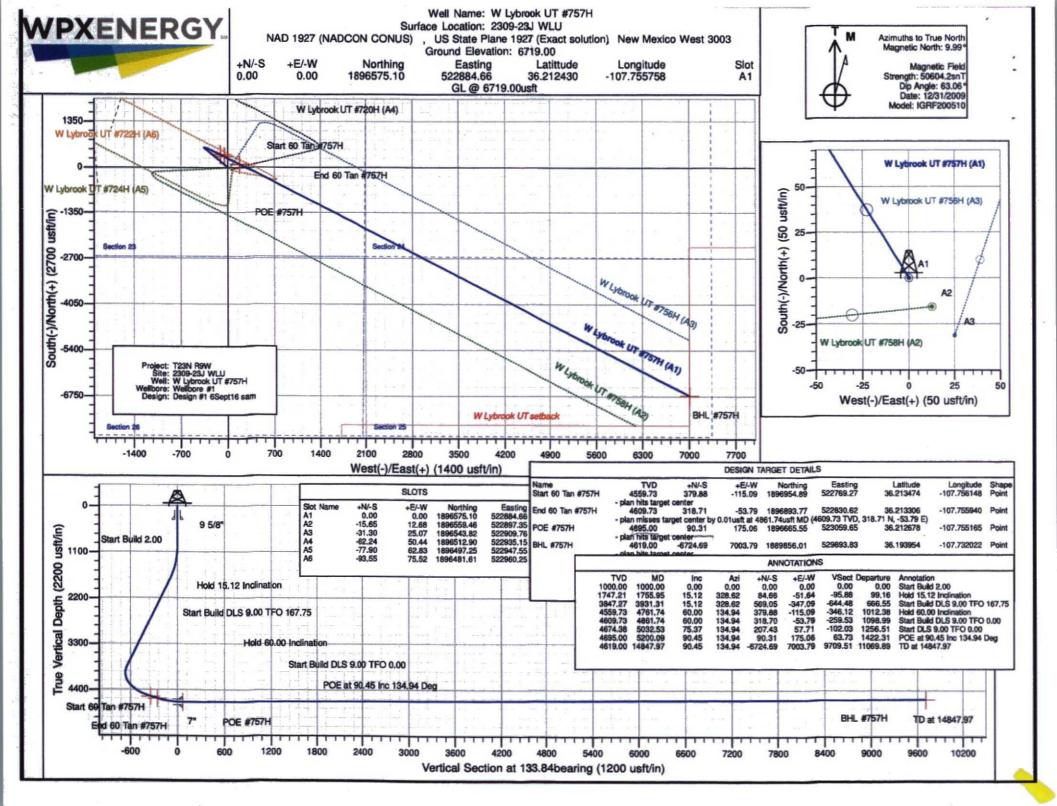
1. <u>Production Tubing:</u> Run 2-7/8", 6.5#, J-55, EUE tubing with a SN on top of bottom joint. Land tubing near Top of Liner.

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.

NOTES:

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 2309-23J WLU W Lybrook UT #757H - Slot A1

Wellbore #1

Plan: Design #1 6Sept16 sam

Standard Planning Report

06 September, 2016

WPX

Planning Report

Database: COMPASS
Company: WPX Energy
Project: T23N R9W
Site: 2309-23J WLU
Well: W Lybrook UT #757H
Wellbore: Wellbore #1
Design: Design #1 6Sept16 sam

Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method: Well W Lybrook UT #757H (A1) - Slot A1 GL @ 6719.00usft GL @ 6719.00usft

True

Minimum Curvature

Project T23N R9W

Map System:

US State Plane 1927 (Exact solution) NAD 1927 (NADCON CONUS) System Datum:

Mean Sea Level

Geo Datum: NAD 1927 (NADCON Co Map Zone: New Mexico West 3003

Site 2309-23J WLU Northing: 1,896,575,10 usft 36,212430 Site Position: Latitude: From: Map Easting: 522,884.66 usft Longitude: -107.755758 Position Uncertainty: 0.00 usft Slot Radius: 13,200 in **Grid Convergence:** 0.05°

Well W Lybrook UT #757H - Slot A1 36.212430 **Well Position** +N/-S 0.00 usft Northing: 1,896,575.10 usft Latitude: +E/-W 0.00 usft Easting: 522,884.66 usft Longitude: -107.755758 0.00 usft 0.00 usft Ground Level: 6,719.00 usft **Position Uncertainty** Wellhead Elevation:

Wellbore	Wellbore #1				
effection or new					
Magnetics	Model Name	Sample Date	Declination	Dip Angle	Field Strength
			(7)	(7)	(nT)
ransessamesen belander deter	IGRF200510	12/31/2009	9.99	63.06	50,604

Design	Design #1 6Sept16 sam		《 100 · 1		
Audit Notes:					
Version:	Phase:	PLAN	Tie On Depth:	0.00	
Vertical Section:	Depth From (TVD)	+N/-S	+E/-W	Direction	
	(usft)	(usft)	(usft)	(bearing)	
-	0.00	0.00	0.00	133.84	

lan Sections										
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	
1,000.00	0.00	0.00	1,000.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,755.95	15,12	328.62	1,747.21	84.66	-51.64	2.00	2.00	0.00	328.62	
3,931.31	15.12	328.62	3,847.27	569.05	-347.09	0.00	0.00	0.00	0.00	- 11
4,761.74	60.00	134.94	4,559.73	379.88	-115.09	9.00	5.40	20.03	167.75	Start 60 Tan #757H
4,861.74	60.00	134.94	4,609.73	318.70	-53.79	0.00	0.00	0.00	0.00	End 60 Tan #757H
5,032.53	75.37	134.94	4,674.38	207.43	57.71	9.00	9.00	0.00	0.00	
5,200.09	90.45	134.94	4,695.00	90.31	175.06	9.00	9.00	0.00	0.00	POE #757H
14,847.97	90.45	134.94	4,619.00	-6,724.69	7,003.79	0.00	0.00	0.00	0.00	BHL #757H

WPX

Planning Report

Database: Company: Project:

COMPASS WPX Energy T23N R9W 2309-23J WLU

W Lybrook UT #757H Wellbore #1

Design: Design #1 6Sept16 sam Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well W Lybrook UT #757H (A1) - Slot A1
GL @ 6719.00usft

GL @ 6719,00usft

True

Minimum Curvature

Measured			Vertical			Vertical	Dogleg	Bulld	Turn
Depth	Inclination	Azimuth	Depth	+N/-S	+E/-W	Section	Rate	Rate	Rate
(usft)	(°)	(bearing)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)
0.00	0.00	0.00	0,00	0.00	0.00	0.00	0.00	0.00	0.00
320.00	0.00	0.00	320,00	0.00	0.00	0.00	0.00	0.00	0.00
9 5/8"	e par marketta	CAPPEND NATIONAL	SERVICE SHEETING	SET COMMON	Para Carrolle Mac	STREET,	SECTION STREET	SECURE DEPENDENCE VALUE	
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00
1,000.00	0.00	0.00	1,000.00	0.00	0.00	0.00	0.00	0.00	0.00
Start Build 2	PRODUCT CONTRACTOR OF STREET	Hara Obsación	100 A CONTRACTOR	Addressed designed of	A SECTION OF HOUSE	TWALE LANDS TWO	Company (Single)	ENTINE OF LEGINGERS THE	E-12 VILENBURY
1,500.00	10.00	328.62	1,497.47	37.16	-22.66	-42.08	2.00	2.00	0.00
								27,000	0.00
1,755.95	15.12	328.62	1,747.21	84.66	-51.64	-95.88	2.00	2.00	0.00
Hold 15.12 lr	nclination		1,182905.13			Charles and			A THE OFFICE OF
2,000.00	15.12	328.62	1,982.81	139.00	-84.78	-157.43	0.00	0.00	0.00
2,500.00	15.12	328.62	2,465.50	250.34	-152.69	-283.52	0.00	0.00	0.00
3,000.00	15.12	328.62	2,948.20	361.67	-220.60	-409,62	0.00	0.00	0.00
3,500.00	15.12	328.62	3,430.89	473.01	-288,51	-535,71	0.00	0,00	0.00
3,931.31	15.12	328.62	3,847.27	569.05	-347.09	-644.48	0.00	0.00	0.00
Start Build D	LS 9.00 TFO 16	7.75	SECTION A	STATE OF THE PARTY OF	A CARLO MARKATA	4-24055VAN-2-1	A STATE OF THE STA	SOM STATE	CONTRACTOR OF THE PARTY OF THE
4,000.00	9.17	336.87	3,914.40	581.74	-353.91	-658.20	9.00	-8.66	12.01
4,500.00	36.51	132.48	4,386.67	514.43	-254.71	-540.02	9.00	5.47	31.12
4,761.74	60.00	134.94	4,559.73	379.88	-115.09	-346.12	9.00	8.97	0.94
Hold 60.00 In	nclination		er Street High Principle			NO PERSONAL PROPERTY OF THE PERSONAL PROPERTY	A POST PROPERTY		AND THE WARRANT
4,861.74	60.00	134.94	4,609.73	318.70	-53.79	-259.53	0.00	0.00	0.00
Start Bulld D	LS 9.00 TFO 0.0	00		Printed Wiles	· Andrewski	1214/09/1			CHARLES TO STATE OF
5,000.00	72,44	134.94	4,665,37	229.50	25 50	400.00	0.00	0.00	0.00
5,032.53	75.37	134.94			35.59	-133.28	9.00	9.00	0,00
the settle of triangles of the section is the section.	THE RESERVE AND THE PARTY OF TH	134,94	4,674.38	207.43	57.71	-102.03	9,00	9.00	0.00
Start DLS 9.0	Man And Colonial Street, Square, National Street, Square, Street, Square, Squa	404.04	4 005 00	AND DE LES	475.00	THE RESIDENCE OF THE PERSON OF		- 1 AVS (\$100 AV)	
5,200.00	90.44	134.94	4,695.00	90.37	175,00	63.64	9.00	9.00	0.00
7"	的现在分词的	SHATHARD BATTO	3、175 场高级性	5000 H 45		The Market State of		THE RESERVE OF THE PERSON NAMED IN	
5,200.09	90.45	134.94	4,695.00	90.31	175.06	63.73	9.00	9.00	0.00
and a management of the first	Inc 134.94 Deg				10.00	Land State of the Land		A A A STATE OF THE	Sharing Company
5,500.00	90.45	134.94	4,692.64	-121.54	387.34	363.58	0.00	0.00	0.00
6,000.00	90.45	134.94	4,688.70	-474.73	741.24	863.47	0.00	0.00	0.00
6,500.00	90.45	134.94	4,684.76	-827.91	1,095.14	1,363.36	0.00	0.00	0.00
7,000.00	90.45	134.94	4,680.82	-1,181.10	1,449.03	1,863.25	0.00	0.00	0.00
7,500.00	90.45	134,94	4,676.88	-1,534,29	1,802,93	2,363.14	0.00	0.00	0.00
8,000.00	90.45	134.94	4,672.94	-1,887.47	2,156.83	2,863.04	0.00	0.00	0.00
8,500.00	90.45	134.94	4,669,01	-2.240.66	2,510.73	3,362.93	0.00	0.00	0.00
9,000.00	90,45	134.94	4,665.07	-2,593.85	2,864.63	3,862.82	0.00	0.00	0.00
9,500.00	90.45	134.94	4,661.13	-2,947.03	3,218.52	4,362.71	0.00	0.00	0.00
10,000.00	90.45	134.94	4,657.19	-3,300.22	3,572.42	4,862.60	0.00	0.00	0.00
10,500.00	90.45	134.94	4,653.25	-3,653.41	3,926.32	5,362.49	0.00	0.00	0.00
11,000.00	90.45	134.94	4,649.31	-4,006.59		25.0			
11,500.00	90.45	134.94	4,645.37	-4,006.59 -4,359.78	4,280.22 4,634.12	5,862.38 6,362.27	0.00	0.00	0.00
12,000.00	90.45	134.94	4,641.43	-4,712.97	4,988.01	6,862.16	0.00	0.00	0.00
12,500.00	90.45	134.94	4,637.50	-5,066.15	5,341.91	7,362.06	0.00	0.00	0.00
13,000.00	90.45	134.94	4,633.56	-5,419.34	5,695.81	7,861.95	0.00	0.00	0.00
V. C.			St. Principles and Control						
13,500.00	90.45	134.94	4,629.62	-5,772.53	6,049.71	8,361.84	0.00	0.00	0.00
14,000.00	90.45	134.94	4,625.68	-6,125.71	6,403.61	8,861.73	0.00	0.00	0.00
14,500.00	90.45	134.94	4,621.74	-6,478.90	6,757.50	9,361.62	0.00	0.00	0.00
14,847.97	90.45	134,94	4,619.00	-6,724,69	7,003.79	9,709.51	0.00	0.00	0.00

WPX

Planning Report

Database: COMPASS
Company: WPX Energy
Project: T23N R9W
Site: 2309-23J WLU
Well: W Lybrook UT #757H
Wellbore: Wellbore #1
Design: Design #1 6Sept16 sam

- plan hits target center - Point Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method: Well W Lybrook UT #757H (A1) - Slot A1 GL @ 6719.00usft GL @ 6719.00usft True

Minimum Curvature

Design Targets Target Name - hit/miss target +N/-S +EJ-W **Dip Angle** Dip Dir. Northing Easting - Shape (7) (bearing (usft) (usft) (usft) (usft) (usft) 36,213474 -107.756148 Start 60 Tan #757H 0.00 0.00 4,559.73 379.88 -115.09 1,896,954.89 522,769.27 - plan hits target center - Point End 60 Tan #757H 0.00 0.00 4,609.73 318.71 -53.79 1,896,893.77 522,830.62 36.213306 -107.755941 - plan misses target center by 0.01usft at 4861.74usft MD (4609.73 TVD, 318.71 N, -53.79 E) - Point BHL #757H 0.00 0.00 4,619.00 -6,724.69 7,003.79 1,889,856.01 529,893.83 36.193954 -107.732022 - plan hits target center - Point 1,896,665.55 POE #757H 0.00 0.00 4,695.00 90.31 175.06 523,059.65 36.212678 -107.755165

asing Points						
	Measured	Vertical			Casing	Hole
	Depth	Depth			Diameter	Diameter
	(usft)	(usft)		Name	(in)	(in)
	320.00	320.00	9 5/8"	The second secon	9.625	12.250
	5,200.00	4,695.00	7"		7.000	8.750

Plan Annotations		A Track of the Control	No the departs	
Measured Depth (usft)	Vertical Depth (usft)	Local Coor +N/-S (usft)	dinates +E/-W (usft)	Comment
1,000.00	1,000.00	0.00	0.00	Start Build 2.00
1,755.95	1,747.21	84.66	-51.64	Hold 15.12 Inclination
3,931.31	3,847.27	569.05	-347.09	Start Build DLS 9.00 TFO 167.75
4,761.74	4,559.73	379.88	-115.09	Hold 60.00 Inclination
4,861.74	4,609.73	318.70	-53.79	Start Build DLS 9.00 TFO 0.00
5,032.53	4,674,38	207.43	57.71	Start DLS 9.00 TFO 0.00
5,200.09	4,695.00	90.31	175.06	POE at 90.45 Inc 134.94 Deg
14,847.97	4,619.00	-6,724.69	7,003.79	TD at 14847.97

7. METHODS FOR HANDLING WASTE

A. Cuttings

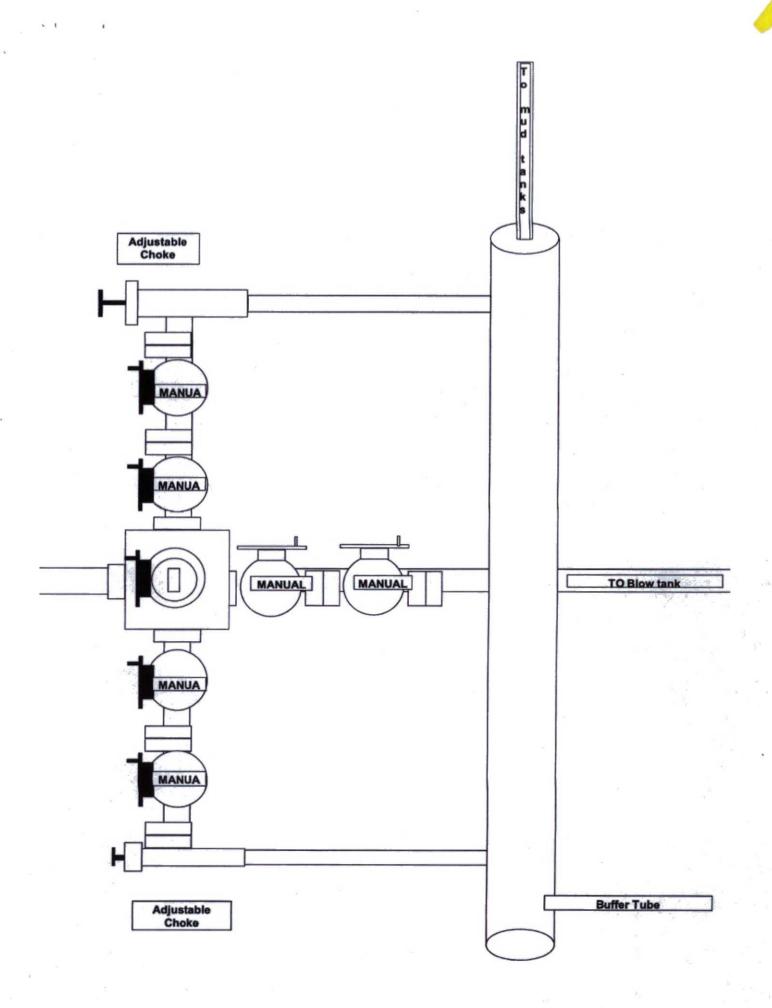
- Drilling operations will utilize a closed-loop system. Drilling of the horizontal laterals will be accomplished with water-based mud. All cuttings will be placed in roll-off bins and hauled to a commercial disposal facility or land farm. WPX will follow Onshore Oil and Gas Order No. 1 regarding the 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.

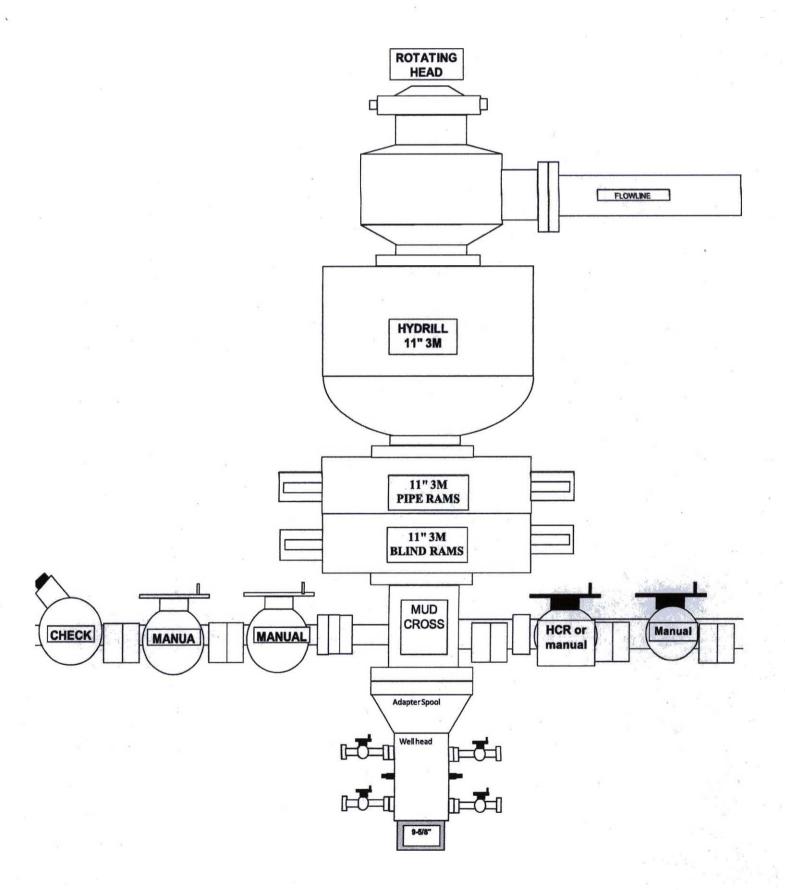
B. Drilling Fluids

- 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
 - Portable toilets will be provided and maintained during construction, as needed (see Figure 3 and 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
 - 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.
- A. Produced Water:
 - 1 WPX Energy will dispose of produced water from this well at one of the following facilities:
 - 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
 - Jillson Federal #1, NMOCD order #R-10168, operated by ConocoPhillips, located in NW 1/4, Section 8, Township 24 North, Range 3 West
 - Basin Disposal, permit #NM-01-005, located in the NW ¼, Section 3, Township 29 North, Range 11 West
 - 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
 - Water will be hauled by truck. Some produced water may also be used in drilling and completion operations as an alternative disposal method.

8. ANCILLARY FACILITIES

Standard drilling operation equipment that will be on location includes drilling rig with associated equipment, temporary trailers equipped with sleeping quarters necessary for company personnel, toilet facilities, and trash containers.





Directions from the Intersection of US Hwy 550 & US Hwy 64 in Bloomfield, NM to WPX Energy Production, LLC W Lybrook Unit #757H 2626' FNL & 2113' FEL, Section 23, T23N, R9W, N.M.P.M., San Juan County, NM

Latitude: 36.212443°N Longitude: 107.756372°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 Left (Southerly) remaining on County Road #7890 for 1.3 miles to four-way intersection;

Go Left (South-easterly) remaining on County Road #7890 for 0.6 miles to fork in roadway:

Go Right (South-westerly) remaining on County Road #7890 for 0.5 miles to begin proposed access on right-hand side which continues for 6451.2' to staked WPX W Lybrook Unit #757H location.