## 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;	44-
Operator 120782, Well Name and Number W Lybronk Un	74 #
API# 30.045.35811, Section 23 Township 23 (NS, Range 9 E)	)
Conditions of Approval: (See the below checked and handwritten conditions)	
Notify Aztec OCD 24hrs prior to casing & cement.	
Hold C-104 for directional survey & "Aş Drilled" Plat	
Hold C-104 for NSP, NSP, DHC	
<ul> <li>Spacing rule violation. Operator must follow up with change of status notification on ot to be shut in or abandoned</li> </ul>	her well
<ul> <li>Regarding the use of a pit, closed loop system or below grade tank, the operator must co with the following as applicable:</li> </ul>	mply
<ul> <li>A pit requires a complete C-144 be submitted and approved prior to the constructuse of the pit, pursuant to 19.15.17.8.A</li> </ul>	ction or
<ul> <li>A closed loop system requires notification prior to use, pursuant to 19.15.17.9.A</li> </ul>	
<ul> <li>A below grade tank requires a registration be filed prior to the construction or us below grade tank, pursuant to 19.15.17.8.C</li> </ul>	se of the
<ul> <li>Once the well is spud, to prevent ground water contamination through whole or partial of from the surface, the operator shall drill without interruption through the fresh water zon zones and shall immediately set in cement the water protection string</li> </ul>	
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 providi isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluid solids must be contained in a steel closed loop system.	ng Is and
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.	
of hel	
Mars Here 12-8-2016	74
NMOCD Approved by Signature Date	

Form 3160-3 (March 2012)

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

## OMB No. 1004-0137 Expires October 31, 2014 5. Lease Serial No. NOG13121863

### ADDITION FOR REPORT TO DRIVE OR REEL

6. If Indian, Allotee or Tribe Name

FORM APPROVED

APPLICATION FOR PERMIT TO	DRILL OF	REENTER		EASTERN NAVAJO		
la. Type of work: DRILL REENTI	ER			7 If Unit or CA Agree INITAL MANCOS F	ement, Name and No. A / NMNM135216A	
lb. Type of Well: Oil Well Gas Well Other	Sin	ngle Zone Multi	ple Zone	8. Lease Name and V W LYBROOK UT 7		
Name of Operator     WPX ENERGY LLC		-		9. API Well No.	5.3581	
3a. Address 720 S Main Aztec NM 87410	3b. Phone No (505)333-1	(include area code) 822	4	10. Field and Pool, or E LYBROOK MANCO	exploratory OS W / LYBROOK MA	
<ol> <li>Location of Well (Report location clearly and in accordance with an At surface NWSE / 2571 FSL / 2049 FEL / LAT 36.2122 At proposed prod. zone NWNW / 1049 FNL / 330 FWL / LA</li> </ol>	29 / LONG -	107.756158	091	11. Sec., T. R. M. or Bi SEC 23 / T23N / RS		
<ol> <li>Distance in miles and direction from nearest town or post office*</li> <li>37.8 miles</li> </ol>				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 a 160	cres in lease		_	ONS. DIV DIST.	
18. Distance from proposed location* to nearest well, drilling, completed, 2049 feet applied for, on this lease, ft.	19. Proposed	Depth 15964 feet	20. BLM/I IND: BO	001576		
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 6719 feet	22 Approxim 12/01/201	nate date work will sta 6	ri*	23. Estimated duration 30 days		
	24. Attac					
The following, completed in accordance with the requirements of Onshort.  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 SUPO must be filed with the appropriate Forest Service Office).	·	Bond to cover the litem 20 above).     Operator certified.	he operation		existing bond on file (see	
25. Signature (Electronic Submission)		(Printed/Typed) Granillo / Ph: (505	5)333-1816		Date 11/03/2016	
itle Permitting Tech III				•		
Approved by (Signature), Monthe Cee	Name	(Printed/Typed)			Date 1/28/16	
itle AFM	100.00	IINGTON		<u> </u>		
application approval does not warrant or certify that the applicant hold conduct operations thereon. Conditions of approval, if any, are attached.	s legal or equit	able title to those righ	ts in the subj	ject lease which would en	title the applicant to	
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a collates any false, fictitious or fraudulent statements or representations as	rime for any pe to any matter w	rson knowingly and vithin its jurisdiction.	villfully to m	ake to any department or	agency of the United	

(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

DRILLING OPERATIONS AUTHORIZED
ARE SUBJECT TO COMPLIANCE WITH
ATTACHED "GENERAL REQUIREMENTS"

BLM'S APPROVAL OR ACCEPTANCE OF THIS
ACTION DOES NOT RELIEVE THE LESSEE AND
OPERATOR FROM OBTAINING ANY OTHER
AUTHORIZATION REQUIRED FOR OPERATIONS
ON FEDERAL 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 District IV 1220 S. St. Francis Drive, Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

#### 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

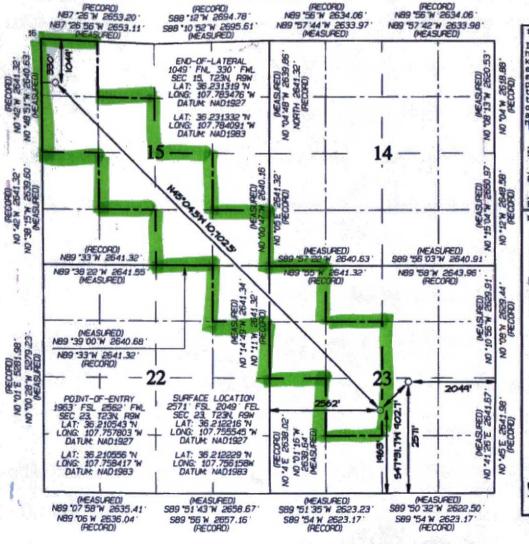
## OIL CONSERVATION DIVISION

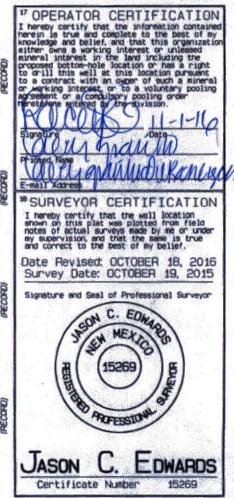
1220 South St. Francis Drive Santa Fe, NM 87505

OIL CONS. DIV DIST. WELL LOCATION AND ACREAGE DEDICATION PLAT DEC 10 6 2016 Pool Name 'API Number \*Pool Code LYBROOK MANCOS W 30-045-3581 98157 Well Number Property Code Property Name 255 W LYBROOK UNIT 724H OGRID No. Elevation \*Operator Name 120782 WPX ENERGY PRODUCTION, LLC 6719

					10 Surface	Location			
UL or lot no.	Section 23	Township 23N	Plange 9W	Lot Idn	Peet from the 2571	SOUTH	Feet from the 2049	East/West line EAST	SAN JUAN
			11 Botto	m Hole	Location 1	f Different	From Surfac	е	
UL or lot no.	Section	Township	Range	Lat Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	15	23N	9W		1049	NORTH	330	WEST	SAN JUAN
0ediceted Acres 480.0 W/2 NW/4, SE/4 NW/4 NE/4 SW/4 - Section 23					Downt or Infill	M Consolidation Code	R-14051	- 12,807	.24 Acres
NW/4 W/2 SE/	NW/4, 5	NE/4 S/2 NW/ SE/4	4, NE/4	ion 22 1 SW/4 ion 15	UNTI	LOWABLE WILL L ALL INTERES ANDARD UNIT H	STS HAVE BEEL	N CONSOLIDAT	Committee of the commit

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







#### **Operations Plan**

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

Date:

November 3, 2016

Field:

Lybrook Mancos W

Well Name:

W Lybrook Unit #724H

Surface:

SH Location:

NWSE Sec 23 23N-09W

Elevation: 6719' GR

**BH Location:** 

NWW Sec 15 23N-09W

Minerals:

Measured Depth: 15,963.63'

#### I. GEOLOGY

Surface formation - NACIMIENTO

#### A. FORMATION TOPS: (GR)

NAME	MD	TVD	NAME	MD	TVD
OJO ALAMO	388.00	328.00	POINT LOOKOUT	3,726.00	3,395.00
KIRTLAND	550.00	490.00	MANCOS	3,925.00	3,570.00
PICTURED CLIFFS	1,123.00	1,058.00	GALLUP	4,309.00	3,909.00
LEWIS	1,245.00	1,177.00	KICKOFF POINT	3,966.51	3,767.18
CHACRA	1,436.00	1,359.00	TOP TARGET	5,259.00	4,639.00
CLIFF HOUSE	2,672.00	2,466.00	LANDING POINT	5,261.02	4,626.00
MENEFEE	2,692.00	2,483.00	BASE TARGET	5,261.02	4,626.00
			TD	15,963.63	4,694.00

#### **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"	5,261.02'	7"	23 LBS	J-55 or equiv	LTC
PRODUCTION	6.125"	5111.02' - 15,963.63'	4.5"	11.6 LBS	P-110 or equiv	LTC
TIE BACK	6.125"	Surf 5111.02'	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 utilized 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 opened 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: 96 bbls, 274 sks, (539 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/ +/- 207 bbl Drilling mud or water. Total Cement: 155 bbls, 528 sks, (870 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 (1064 sx /1447 cuft /258 bbls). Tail Spacer: 20 BBL of
MMCR. Displacement: Displace w/ +/-221bbl Fr Water. Total Cement (1064 sx /1447bbls).

#### 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 #724H - Slot A5

Wellbore #1

Plan: Design #1 6Sept16 sam

## **Standard Planning Report**

06 September, 2016

#### **Planning Report**

COMPASS **WPX Energy** Company: **T23N R9W** 2309-23J WLU W Lybrook UT #724H Wellbore: Wellbore #1 Design #1 6Sept16 sam Design:

Local Co-ordinate Reference: **TVD Reference:** MD Reference: North Reference:

Survey Calculation Method:

True

Well W Lybrook UT #724H (A5) - Slot A5 GL @ 6719.00usft

GL @ 6719.00usft

Minimum Curvature

**T23N R9W** Project

Map System: Geo Datum:

US State Plane 1927 (Exact solution)

System Datum: NAD 1927 (NADCON CONUS)

Mean Sea Level

Map Zone: New Mexico West 3003

Site 2309-23J WLU

Site Position: From:

Мар

Northing: Easting:

1,896,575.10 usft 522,884.66 usft

Latitude: Longitude:

36,212430 -107,755758

**Position Uncertainty:** 

0.00 usft

Slot Radius:

13.200 in

**Grid Convergence:** 

0.05°

Well W Lybrook UT #724H - Slot A5

**Well Position** 

+N/-S +E/-W -77.90 usft 62.83 usft Northing: Easting:

1,896,497.25 usft 522,947.55 usft Latitude: Longitude:

36.212216 -107.755545

**Position Uncertainty** 0,00 usft Wellhead Elevation: 0,00 usft **Ground Level:** 6,719.00 usft

Wellbore	Wellbore #1		Brand Programmer		
Magnetics	Model Name	Sample Date	Declination (*)	Dip Angle	Field Strength (nT)
	IGRF2015	9/6/2016	9.28	62.90	49,817

Design	Design #1 6Sept16 sam	HAND LEED		RESIDENCE OF THE STATE OF THE S	
Audit Notes:					
Version:	Phase:	PLAN	Tie On Depth:	0.00	
Vertical Section:	Depth From (TVD)	+N/-S	+E/-W	Direction	Contraction of the Contraction o
	(usft)	(usft)	(usft)	(bearing)	
	0.00	0.00	0.00	310.17	

ian Sections							4. 15 · 15 · 15 · 15 · 15 · 15 · 15 · 15				
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		
2,246,89	24.94	183.20	2,207.89	-266.68	-14.91	2.00	2.00	0.00	183.20		
3,966.51	24.94	183.20	3,767.18	-990.60	-55.39	0.00	0.00	0.00	0.00		
4,831.73	60.00	314.97	4,490.72	-892.31	-382.61	9.00	4.05	15.23	138.65	Start 60 Tan #724H	
4,931.73	60.00	314.97	4,540.72	-831.10	-443.88	0.00	0.00	0.00	0.00	End 60 Tan #724H	
5,096.54	74.83	314.97	4,603.84	-723.85	-551.24	9.00	9.00	0.00	0.00		
5,261.02	89.64	314.97	4,626.00	-608.99	-666.21	9.00	9.00	0.00	0.00	POE #724H	
15,963.63	89.64	314.97	4,694.00	6,955.02	-8,237.66	0.00	0.00	0.00	0.00	BHL #724H	

## **WPX**

#### **Planning Report**

Database: COMPASS WPX Energy T23N R9W Company: Project: 2309-23J WLU W Lybrook UT #724H

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 #724H (A5) - Slot A5

GL @ 6719.00usft GL @ 6719,00usft

True Minimum Curvature

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)
0.00 320,00	0.00	0.00	0,00 320,00	0.00 0.00	0.00	0.00 0.00	0.00	0.00	0.00 0.00
9 5/8"			<b>主带《加油》</b>			A STATE OF			
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	Management of the Control of the Con		A CONTRACTOR	STATISTICS.	SERVICE PROPERTY.	MAKA MAKATAN			
1,500.00	10.00	183.20	1,497.47	-43.45	-2.43	-26.18	2.00	2.00	0.00
2,000.00	20.00	183.20	1,979.82	-172.50	-9.65	-103.91	2.00	2.00	0.00
2,246.89	24.94	183.20	2,207.89	-266.68	-14.91	-160.64	2.00	2.00	0.00
Hold 24.94 li	debalantalistical State Flatter State 1941	<b>"种"的"基"的"</b>	A ANGELIA						100
2,500.00	24.94	183.20	2,437.40	-373.23	-20.87	-224.83	0.00	0.00	0.00
3,000.00	24.94	183,20	2,890.79	-583,72	-32.64	-351.63	0.00	0.00	0.00
3,500.00	24.94	183.20	3,344,17	-794.21	-44.41	-478.42	0.00	0.00	0.00
3,966.51	24.94	183.20	3,767.18	-990.60	-55.39	-596.73	0.00	0.00	0.00
The second secon	LS 9.00 TFO 13	to the house thought, he body to be 5.5.1				PAGE STATE	of Acides		
4,000.00	22.76	188.35	3,797.82	-1,004.06	-56.73	-604.39	9.00	-6.51	15.38
4,500.00	32.66	297.71	4,262.98	-1,038.79	-197.54	-519.20	9.00	1.98	21.87
4,831.73	60.00	314.97	4,490.72	-892.31	-382.61	-283.29	9.00	8.24	5.20
Hold 60.00 ir	time for any and any other property of the Principles and the Principl		4 640 70	AND THE PERSON OF THE PERSON O	THE PARTY OF	107.00			
4,931.73	60.00	314.97	4,540.72	-831.10	-443.88	-197.00	0.00	0.00	0.00
Start Build L	LS 9.00 TFO 0.0	0.25%		MAN STATEMENT OF THE	ALL STATES		18 2012/1900 地區		
5,000.00	66.14	314.97	4,571.62	-788.10	-486,92	-136,37	9.00	9.00	0,00
5,096.54	74.83	314.97	4,603.84	-723,85	-551,24	-45.77	9.00	9.00	0.00
Start DLS 9.	A COLUMN TO SERVICE SE		一大的人		Light Hard	er mener			
5,261.00	89.63	314.97	4,626.00	-609.00	-666.19	116.15	9.00	9.00	0.00
7			<b>为。连载系统是</b>				1 1000		
5,261.02	89.64	314.97	4,626.00	-608.99	-666.21	116.18	9.00	9.00	0.00
son to nathabilitation frequency in con-	Inc 314.97 Deg	45, 45, 45, 55	and Salahara Balling			Control Section	47.576		
5,500.00	89.64	314.97	4,627.52	-440.09	-835.27	354.31	0.00	0.00	0.00
6,000.00	89.64	314.97	4,630.70	-86.72	-1,188.99	852.55	0.00	0.00	0.00
6,500.00	89.64	314.97	4,633.87	266.66	-1,542.71	1,350.79	0.00	0.00	0.00
7,000.00	89.64	314.97	4,637.05	620.03	-1,896.43	1,849.03	0.00	0.00	0.00
7,500.00	89.64	314.97	4,640.23	973.40	-2,250.15	2,347.26	0.00	0.00	0.00
8,000.00	89.64	314.97	4,643.40	1,326.77	-2,603.87	2,845.50	0.00	0.00	0.00
8,500.00	89.64	314.97	4,646.58	1,680.14	-2,957.59	3,343.74	0.00	0.00	0.00
9,000.00	89.64	314.97	4,649.76	2,033.52	-3,311,31	3,841.98	0.00	0.00	0.00
9,500.00	89.64	314.97	4,652.93	2,386.89	-3,665.03	4,340.22	0.00	0.00	0.00
10,000.00	89.64	314.97	4,656.11	2,740.26	-4,018.75	4,838.46	0.00	0.00	0.00
10,500.00	89.64	314.97	4,659.29	3,093.63	-4,372.47	5,336.69	0.00	0.00	0.00
11,000.00	89.64	314.97	4,662.46	3,447.01	-4,726.19	5,834.93	0.00	0.00	0.00
11,500.00	89.64	314.97	4,665.64	3,800.38	-5,079.91	6,333.17	0.00	0.00	0.00
12,000.00	89.64	314.97	4,668.82	4,153.75	-5,433.63	6,831.41	0.00	0.00	0.00
12,500.00	89.64 89.64	314.97 314.97	4,671.99 4,675.17	4,507.12 4,860.49	-5,787.35	7,329.65	0.00	0.00	0.00
1					-6,141.08	7,827.88	0.00	0.00	0.00
13,500.00	89.64	314.97	4,678.35	5,213.87	-6,494.80	8,326.12	0.00	0.00	0.00
14,000.00	89.64	314.97	4,681.52	5,567.24	-6,848.52	8,824.36	0.00	0.00	0.00
14,500.00	89.64	314.97	4,684.70	5,920.61	-7,202.24	9,322.60	0.00	0.00	0.00
15,000.00	89.64	314.97	4,687.88	6,273.98	-7,555,96 7,000,60	9,820.84	0,00	0.00	0.00
15,500.00	89.64	314.97	4,691.05	6,627.36	-7,909.68	10,319.08	0.00	0.00	0,00
15,963.63	89.64	314.97	4,694.00	6,955.02	-8,237.66	10,781.07	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 #724H
Wellbore: Wellbore #1

Design #1 6Sept16 sam

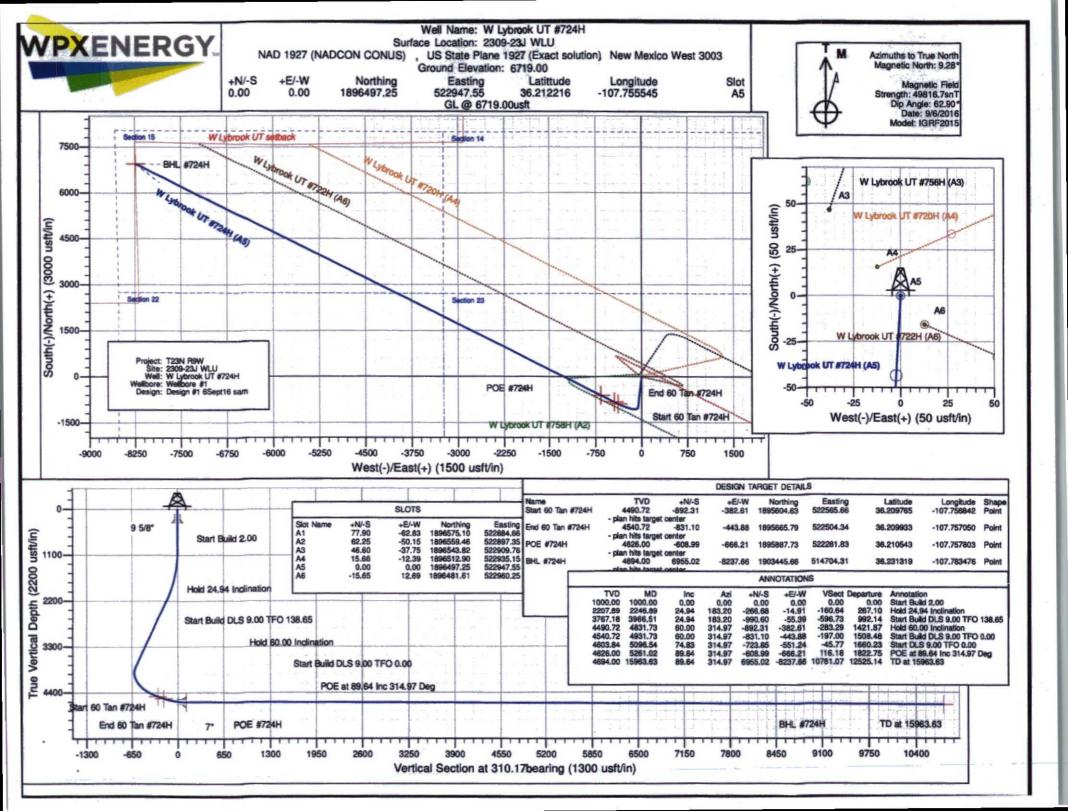
Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method: Well W Lybrook UT #724H (A5) - Slot A5 GL @ 6719.00usft GL @ 6719.00usft True

Minimum Curvature

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 #724H - plan hits target cent - Point	0.00 er	0.00	4,490.72	-892.31	-382.61	1,895,604.64	522,565.66	36.209765	-107.756842
End 60 Tan #724H - plan hits target cent - Point	0.00 er	0.00	4,540.72	-831,10	<b>-443.88</b>	1,895,665.80	522,504.34	36.209933	-107.757050
POE #724H - plan hits target cent - Point	0.00 er	0.00	4,626.00	-608.99	-666.21	1,895,887.73	522,281.83	36.210543	-107.757804
BHL #724H - plan hits target cent - Point	0.00 er	0.00	4,694.00	6,955.02	-8,237.66	1,903,445.66	514,704.31	36.231319	-107.783476

asing Points	THE STREET, ST	OLES BUILDING TO SE	A TOP STORY OF STREET			
	Measured	Vertical			Casing	Hole
	Depth (usft)	Depth (usft)		Name	Diameter (in)	Diameter (in)
-	320.00	320.00	9 5/8"		9.825	12.250
	5,261.00	4,626.00	7"		7.000	8.750

P	lan Annotations		AN 法联系下下。		。 第1887年 - 1988年	CONTRACTOR OF THE PARTY OF THE
	Measured Depth (usft)	Vertical Depth (usft)	Local Coon +N/-S (usft)	dinates +E/-W (usft)	Comment	
Г	1,000.00	1,000.00	0.00	0.00	Start Build 2.00	-
	2,246.89	2,207.89	-266.68	-14.91	Hold 24.94 Inclination	
1	3,966.51	3,767.18	-990.60	-55.39	Start Build DLS 9.00 TFO 138.65	
	4,831.73	4,490.72	-892.31	-382.61	Hold 60.00 Inclination	
	4,931.73	4,540.72	-831.10	-443.88	Start Build DLS 9.00 TFO 0.00	
1	5,096.54	4,603.84	-723.85	-551.24	Start DLS 9.00 TFO 0.00	
1	5,261.02	4,626.00	-608.99	-666.21	POE at 89.64 Inc 314.97 Deg	
	15,963.63	4,694.00	6,955.02	-8,237.66	TD at 15963.63	16



## 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

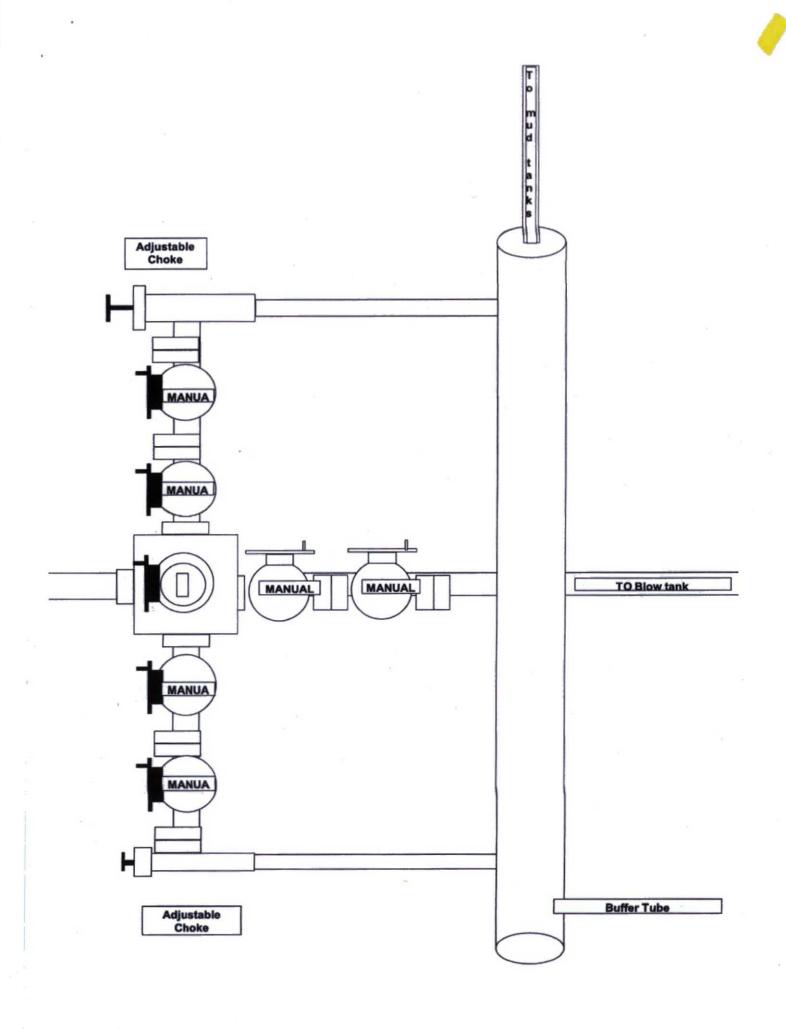
- No chemicals subject to reporting under Superfund Amendments and Reauthorization Act Title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completing of these wells.
- No extremely 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.

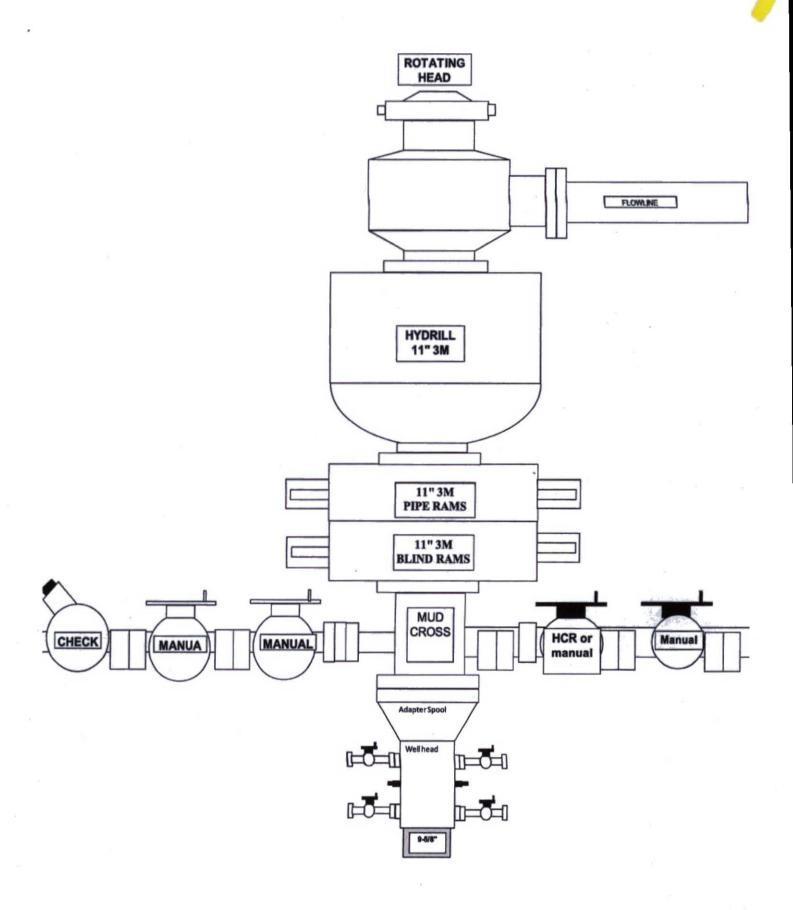
#### A. Produced Water:

- 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 #724H 2571' FSL & 2049' FEL, Section 23, T23N, R9W, N.M.P.M., San Juan County, NM

Latitude: 36.212229°N Longitude: 107.756158°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 of existing roadway which continues for 6451.2' to staked WPX W Lybrook Unit #724H location.