State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Ken McQueen **Cabinet Secretary** David R. Catanach, Division Director Oil Conservation Division



Matthias Sayer 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 BLM on the following 31	
Operator Signature Date:	mber w Lybrook Unit 714H
API#_30-045-35802, Section_/3, Tow	nship <u>23 (N</u> /S, Range <u>9</u> E/W)
Conditions of Approval: (See the below checked Notify Aztec OCD 24hrs prior to casing & cer	
M Hold C-104 for directional survey & "As Drill	ed" Plat
Hold C-104 for NSL, NSP, DHC	
 Spacing rule violation. Operator must follow to be shut in or abandoned 	up with change of status notification on other well
 Regarding the use of a pit, closed loop system with the following as applicable: 	or below grade tank, the operator must comply
 A pit requires a complete C-144 be su use of the pit, pursuant to 19.15.17.8. 	bmitted and approved prior to the construction or
 A closed loop system requires notification 	tion prior to use, pursuant to 19.15.17.9.A
 A below grade tank requires a registra below grade tank, pursuant to 19.15.1 	tion be filed prior to the construction or use of the 7.8.C
	contamination through whole or partial conduits ut interruption through the fresh water zone or water protection string
O Submit Gas Capture Plan form prior to spuddi	ng or initiating recompletion operations
Regarding Hydraulic Fracturing, review EPA	Underground Injection Control Guidance 84
Oil base muds are not to be used until fresh w isolation from the oil or diesel. This includes a solids must be contained in a steel closed loop	synthetic oils. Oil based mud, drilling fluids and
Well-bore communication is regulated under Communication to be reported in accordance	19.15.29 NMAC. This requires well-bore with 19.15.29.8.
Clality	0 14 2017
NMOCD Approved by Signature	<u>2-74-201</u> 7 Date
a approvious of management	

1220 South St. Francis Drive - Santa Fe, New Mexico 87505

Phone (505) 476-3441 • Fax (505) 476-3462 • www.emnrd.state.nm.us/ocd

Form 3160-3 (March 2012)

BOND: CA/PA

> UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

5. Lease Serial No. N0G14011878

6. If Indian, Allotce or Tribe Name

	E	AS	TE	RN	NAVAJO	
--	---	----	----	----	--------	--

APPLICATION FOR PERMIT TO	DRILL OR REENTER	EASTERN NAVA			
la. Type of work: DRILL REENTE	ER		greement, Name and No. K UNIT / NMNM135216)		
lb. Type of Well: Oil Well Gas Well Other	Single Zone Multip	8. Lease Name an W LYBROOK UT			
2. Name of Operator WPX ENERGY LLC		9. API Well No.	-35802		
3a. Address 720 S Main Aztec NM 87410	3b. Phone No. (include area code) (505)333-1822	10. Field and Pool, of LYBROOK MAN	or Exploratory COS W / LYBROOK MA		
 Location of Well (Report location clearly and in accordance with an A1 surface SENW / 2036 FNL / 2492 FWL / LAT 36.2286 At proposed prod. zone NESW / 2302 FSL / 1829 FWL / LA 	616 / LONG -107.740812	SEC 13 / T23N /	Blk. and Survey or Area		
 Distance in miles and direction from nearest town or post office* 37.8 miles 		12. County or Parish SAN JUAN	h 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	is well OIL CONS. DIV DIST			
18. Distance from proposed location* to nearest well, drilling, completed, 2036 feet applied for, on this lease, ft.	19. Proposed Depth 4760 feet / 12630 feet	20. BLM/BIA Bond No. on file IND: B001576	IAN 6 1 2017		
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 6700 feet	22 Approximate date work will sta 12/01/2016		23. Estimated duration 30 days		
0700 1001	24. Attachments	oodays			
The following, completed in accordance with the requirements of Onshor	re Oil and Gas Order No.1, must be a	ttached to this form:			
Well plat certified by a registered surveyor. A Drilling Plan.	4. Bond to cover to Item 20 above).	he operations unless covered by	an existing bond on file (see		
 A Surface Use Plan (if the location is on National Forest System SUPO must be filed with the appropriate Forest Service Office). 		cation specific information and/or plans	as may be required by the		
25. Signature (Electronic Submission)	Name (Printed/Typed) Lacey Granillo / Ph: (505	5)333-1816	Date 11/03/2016		
Title Permitting Tech III					
Approved by (Signature) Minimum (see (see	Name (Printed/Typed)		Date // 7/17		
Title 1 -	Office				

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 conduct operations thereon.

FARMINGTON

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.

(Continued on page 2)

*(Instructions on page 2)

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

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 REQUIREMENT "



District I 1625 N. French Drive, Hobbs, NM 68240 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

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

OH CONS. DIV DIST. 3

District IV 1220 S. St. Fr Phone: (505) 47		Fax: (505) 3 ive, Santa Fax: (505) 4				Fe, NM 8750		OIL C	DNS. L	DIV DIST. 3
14	PI Number		WELL L	OCATIO		CREAGE DEDIC	ATION F	PLAT	006	2017
30-045-3			98	157	LYBROOK MANCOS W					
Property 315250	Code				*Propert				W	ell Number 714H
'0GRID N 12078		***************************************		WPX	*Operato	r Name RODUCTION, LLO	3		* [6700'
					¹⁰ Surface					
ut or lot no.	Section 13	23N	Range 9W	Lat Idn	Feet from the 2035	NORTH	Feet from to 2492	ne East/Wes		SAN JUAN
1			11 Botto	m Hole	Location :		rom Sur			
UL or lot no.	Section 11	Township 23N	Pange 9W	Lot Idn	Feet from the 2302	North/South line SOUTH	Feet from the 1829	ne East/Hes		SAN JUAN
Dedicated Acres	NE SE / A	E/4 SW/ SE/4 -	4, W/2	SE/4	¹³ Joint or Infill	¹⁴ Consolidation Code	* Order No. R-140	051 - 12,8	307.24	4 Acres
(RECORD) N89 *31 W 2672 N89 *34 '38 'W 2671 (MEASURED)	34' S	NE/4 (RECORI 589 50 W 26 9 45 19 W 2 (MEASURI	0) 518.22 ' 2618.36 ' ED)	(REC \$88 *17 W \$88 *12 39" (MEAS	(0RD) 2533.74 S W 2533.67 S86 (URED)	(RECORD) 688 17 W 2533.74 & & 8 12 39 W 2533.67 (MEASURED)	Ę IN	TERESTS HA OR A NON- BEEN APPRO	AVE BE -STAND VED B	ION UNTIL A EEN CONSOLIC DARD UNIT HA Y THE DIVIS
NO1 14 W 2648.59		END-OF-LA 302' FSL 18 SEC 11, T23 LAT: 36.24 LAT: 36.24 ONG: 107.76 OATUM: NAI LAT: 36.24 ONG: 107.76 DATUM: NAI		NO 12 57 W 2644.23 NO 10 W 2644.62 NO 10 W 2644.62	-12		(MEASURED) 27 NO "05"3" 2637.27 NO "03" 2638.68 (MECORD)	"UPEHA! I hereby certiful herein is true knowledge and either owns a mineral interes proposed botton orill this to contract of working into agreement of the proposed of the contract of working into agreement of the contract of the contrac	fy that the and composite in the in-hole lowers with a composite or co	ERTIFICAT the information cor blete to the best of that this organ interest or unless; land including th cation or has a r this location pursi boner of such a mi to a voluntary po ory poeling order the division. 10/31/
1829' WEASURED!	Aug 33	THE POPULATION OF THE POPULATI	MEASURED) NO '24'58'W 2631.13	S89 *24	COPD) W 2634.72' "W 2634.24' SURED)	(MEASURED) 589 '48 14 W 2535.04 589 '51 W 2635.38	NO4 "45 03"W 2767.12 NO4 "42 W 2767.38" NO4 "42 W PF67.38"	E-mail Address 18 SURVEY	or Ci	Date wpxenergy.com the well location is plotted from file ye made by me or to
N89 '57' 44 '7 263 N89 '56 W 2634 (RECORD)		(MEASUR 10 "08" 13 "W 2 NO "04 W 26 (RECOR	2620.53	2	\ / <u>"</u>	(RECORD)	(MEASURED) NO '21'38'E (2697.83' NO '26'E 2689.50' (RECORD)	my supervision and correct to Date Revi Survey Da Signature and	sed: O	ys made by me or the control of the same is the same is the state of my belief. CTOBER 24, 2 TOBER 23, 2 Professional Surv
2490 5E (QHO)380 LA LOR LOR LOR LOR LOR LOR LOR LOR LOR LOR	OINT-OF-EI 8 FSL 164 C 13, T23N AT: 36 2264 VG: 107.743 NATUM: NAD: AT: 36.2264 VG: 107.743 OATUM: NAD:	40 FWL N. R9W 447 N 3085 W 1927 460 N	(RECORD) NO '12 W 2848.58' NO '15 '04 W 2850.97' (MEASURED)	16401	13	SURFACE LOCATION 2036' FNL 2492' FWL SEC 13, T23N, P9W LAT: 36, 228603'N LONG: 107, 740199'W DATUM: NAD1927 LAT: 36, 228616'N LONG: 107, 740812'W DATUM: NAD1983	(MEASUMED) NO '23 '34' E 2687.50 NO '26' E 2689.50'	REGISTRA	15/	269) BE
(MEASURED) 589 *57 '22 'W 264 N89 *55 W 2641 (RECORD)		(MEASU) 189 *56 '03 'W 189 *58 W 2 (PECD)	2640.91° 2643.96°	N89 *17 '3: N89 *12 'I	ASURED) 1"W 2608.72" W 2608.98" CORD)	(MEASURED) NB9 *16 '35 'W 2507.57 NB9 *12 W 2608.98 ' (RECORD)		UASON Certific	ate Nu	EDWAR



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 # 714H

Surface:

SH Location:

SENW Sec 13 23N-09W

Elevation: 6700' GR

BH Location:

NESW Sec 11 23N-09W

Minerals:

Measured Depth: 12,629.85'

I. GEOLOGY

Surface formation - NACIMIENTO

A. FORMATION TOPS: (GR)

NAME	MD	TVD	NAME	MD	TVD	
OJO ALAMO	427.00	427.00	POINT LOOKOUT	3,695.00	3,494.00	
KIRTLAND	589.00	589.00	MANCOS	3,889.00	3,669.00	
PICTURED CLIFFS	1,158.00	1,157.00	GALLUP	4,261.00	4,008.00	
LEWIS	1,243.00	1,241.00	KICKOFF POINT	4,160.18	3,914.66	
CHACRA	1,465.00	1,458.00	TOP TARGET	5,329.00	4,738.00	
CLIFF HOUSE	2,668.00	2,565.00	LANDING POINT	5,435.45	4,747.00	
MENEFEE	2,687.00	2,582.00	BASE TARGET	5,435.45	4,747.00	
			TD	12,629.85	4,760.00	

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 3/4" Directional Vertical hole, and the curve portion of the wellbore. A LSND (WBM) or (OBM) will be used to drill the lateral portion of well. Treat for lost circulation as necessary. Obtain 100% returns prior to cementing. Notify Engineering of any mud losses.

B. 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"	5,435.45'	7"	23 LBS	J-55 or equiv	LTC
PRODUCTION	6.125"	5285.45' - 12,629.85'	4.5"	11.6 LBS	P-110 or equiv	LTC
TIE BACK	6.125"	Surf 5285.45'	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: 101 bbls, 288 sks, (568 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/ +/- 214 bbl Drilling mud or water. Total Cement: 160 bbls, 543 sks, (899 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 (720 sx /979 cuft /174 bbls). Tail Spacer: 20 BBL of MMCR. Displacement: Displace w/ +/-169bbl Fr Water. Total Cement (720 sx /979bbls).

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 2309-13F WLU W Lybrook UT #714H - Slot A6

Wellbore #1

Plan: Design #1 26Sept16 sam

Standard Planning Report

26 September, 2016

WPX

Planning Report

Database: COMPASS WPX Energy Company: Project: **T23N R9W** Site: 2309-13F WLU Well: W Lybrook UT #714H Wellbore: Wellbore #1 Design #1 26Sept16 sam Design:

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

Survey Calculation Method:

Well W Lybrook UT #714H (A6) - Slot A6 GL @ 6700.00usft (Original Well Elev) GL @ 6700,00usft (Original Well Elev) True

Minimum Curvature

T23N R9W Project

Map System: Geo Datum:

US State Plane 1927 (Exact solution) NAD 1927 (NADCON CONUS)

System Datum:

Mean Sea Level

New Mexico West 3003 Map Zone:

Site 2309-13F WLU

Site Position: From:

Мар

Northing: Easting:

1,902,559.83 usft 527,432.82 usft

Latitude:

Longitude:

36,228860

Position Uncertainty:

Slot Radius:

13.200 in

Grid Convergence:

-107.740321 0.05°

W Lybrook UT #714H - Slot A6 Well

Well Position

+E/-W

-93.55 usft 35.98 usft

0.00 usft

Northing: Easting:

1,902,466.31 usft 527,468.89 usft Latitude: Longitude:

36.228603 -107.740199

Position Uncertainty

0.00 usft

Wellhead Elevation:

0.00 usft

Ground Level:

6,700.00 usft

Wellbore	Wellbore #1				
Magnetics	Model Name	Sample Date	Declination (°)	Dip Angle (°)	Field Strength (nT)
	IGRF2015	4/25/2016	9.31	62.92	49,867

Design	Design #1 26Sept16 sam			
Audit Notes:				
Version:	Phase:	PLAN	Tie On Depth:	0.00
Vertical Section:	Depth From (TVD) (usft)	+N/-S (usft)	+E/-W (usft)	Direction (bearing)
	0.00	0.00	0.00	306.09

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	
750.00	0.00	0.00	750.00	0.00	0.00	0.00	0.00	0.00	0.00	
2,012.04	25.24	190.85	1,971.62	-268.63	-51.47	2.00	2.00	0.00	190.85	
4,160.18	25.24	190.85	3,914.66	-1,168.29	-223.85	0.00	0.00	0.00	0.00	
5,003.27	60.00	315.18	4,611.71	-1,071.28	-566.64	9.00	4.12	14.75	132.49	Start 60 Tan #714
5,103.27	60.00	315.18	4,661.71	-1,009.85	-627.69	0.00	0.00	0.00	0.00	End 60 Tan #714h
5,266.61	74.70	315.18	4,724.44	-903.22	-733.66	9.00	9.00	0.00	0.00	
5,435.45	89.90	315.18	4,747.00	-784.89	-851.25	9.00	9.00	0.00	-0.01	POE #714H
12,629.85	89.90	315.18	4.760.00	4,317.93	-5,922,77	0.00	0.00	0.00	0.00	BHL #714H

WPX

Planning Report

Database: Company: COMPASS WPX Energy

Project: Site: WPX Energy T23N R9W 2309-13F WLU W Lybrook UT #714H

Well: W Lybrook L Wellbore: Wellbore #1

Design:

Design #1 26Sept16 sam

Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference: Survey Calculation Method: Well W Lybrook UT #714H (A6) - Slot A6 GL @ 6700.00usft (Original Well Elev) GL @ 6700.00usft (Original Well Elev)

True

Minimum Curvature

DI	Survey
Planner	Survey

Measured Depth (usft)	Inclination (°)	Azimuth (bearing)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Bulld Rate (°/100usft)	Turn Rate (°/100usft)
0.00 320.00	0.00 0.00	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	0.00
9 5/8"									
500.00 750.00	0.00	0.00	500.00 750.00	0.00	0.00	0.00	0.00	0.00	0.00
		0.00	750.00	0.00	0.00	0.00	0.00	0.00	0.00
1,000.00	5.00	190.85	999.68	-10.71	-2.05	-4.65	2.00	2.00	0.00
1,500.00	15.00	190.85	1,491.46	-95.87	-18.37	-41.64	2.00	2.00	0.00
2,000.00 2,012.04	25.00 25.24	190.85 190.85	1,960.71 1,971.61	-263.61 -268.63	-50.51 -51.47	-114.48 -116.66	2.00	2.00 2.00	0.00
Hold 25.24 li		190.00	1,37 1.01	-200.03	-51.47	-110.00	2.00	2.00	0.00
2,500.00	25.24	190.85	2,412,98	-472.99	-90.63	-205.41	0.00	0.00	0.00
3,000.00	25.24	190.85	2,865.25	-682.40	-130.75	-296.35	0.00	0.00	0.00
	25.24	190.85							
3,500.00 4,000.00	25.24	190.85	3,317.51 3,769.77	-891.80 -1,101.20	-170.87 -210.99	-387.29 -478.23	0.00	0.00	0.00
4,160.18	25.24	190.85	3,914.66	-1,168.29	-223.85	-507.36	0.00	0.00	0.00
the second second second	LS 9.00 TFO 13					and spine glass to		is the post top t	
4,500.00	22.30	272.32	4,233.15	-1,238.51	-303.80	-484.13	9.00	-0.87	23.97
5,000.00	59.73	315.05	4,610.07	-1,073.28	-564.64	-176.01	9.00	7.49	8.55
5,003.27	60.00	315.18	4,611.71	-1,071.28	-566.64	-173.22	9.00	8.38	3.78
Hold 60.00 lr									
5,103.27	60.00	315.18	4,661.71	-1,009.85	-627.69	-87.70	0.00	0.00	0,00
Start Build D	LS 9.00 TFO 0.0	0							
5,266.61	74.70	315,18	4,724.44	-903.22	-733.66	60.75	9.00	9.00	0.00
Start DLS 9.0	00 TFO -0.01								
5,435.00	89.86	315.18	4,747.00	-785.21	-850.94	225.03	9.00	9.00	0.00
7"									
5,435.45	89.90	315.18	4,747.00	-784.89	-851.25	225.48	9.00	9.00	0.00
POE at 89.90	Inc 315.18 Deg								
5,500.00	89.90	315.18	4,747.12	-739.11	-896.76	289.22	0.00	0.00	0.00
6,000.00	89.90	315.18	4,748.02	-384.47	-1,249.22	782.95	0.00	0.00	0.00
6,500.00	89.90	315.18	4,748.92	-29.83	-1,601.68	1,276.68	0.00	0.00	0.00
7,000.00	89.90	315.18	4,749.83	324.81	-1,954.15	1,770.41	0.00	0.00	0.00
7,500.00	89.90	315.18	4,750.73	679.45	-2,306.61	2,264.14	0.00	-0,00	0.00
8,000.00	89.90	315.18	4,751.63	1,034.08	-2,659.07	2,757.87	0.00	0.00	0.00
8,500.00	89.90	315.18	4,752.54	1,388.72	-3,011.54	3,251.60	0.00	0.00	0.00
9,000.00 9,500.00	89.90 89.90	315.18 315.18	4,753.44 4,754.34	1,743.36 2,098.00	-3,364.00 -3,716.46	3,745.32 4,239.05	0.00	0.00	0.00
10,000.00	89.90	315.18	4,755.25	2,452.64	-4,068.93	4,732.78	0.00	0.00	0.00
		315.18				200, 0, 000			
10,500.00 11,000.00	89.90 89.90	315.18	4,756.15 4,757.06	2,807.28 3,161.92	-4,421.39 -4,773.85	5,226.51 5,720.24	0.00	0.00	0.00
11,500.00	89.90	315.18	4,757.96	3,516.56	-5,126.32	6,213.97	0.00	0.00	0.00
12,000.00	89.90	315.18	4,758.86	3,871.20	-5,478.78	6,707.70	0.00	0.00	0.00
12,500.00	89.90	315.18	4,759.77	4,225.84	-5,831.24	7,201.43	0.00	0.00	0.00
12,629.85	89.90	315.18	4,760.00	4,317.93	-5,922.77	7,329.65	0.00	0.00	0.00
TD at 12629.		0.10.10	7,7 00.00	4,017.00	0,022.11	1,020.00	0.00	0.00	0.00

WPX

Planning Report

 Database:
 COMPASS

 Company:
 WPX Energy

 Project:
 T23N R9W

 Site:
 2309-13F WLU

 Well:
 W Lybrook UT #714H

 Wellbore:
 Wellbore #1

 Design:
 Design #1 26Sept16 sam

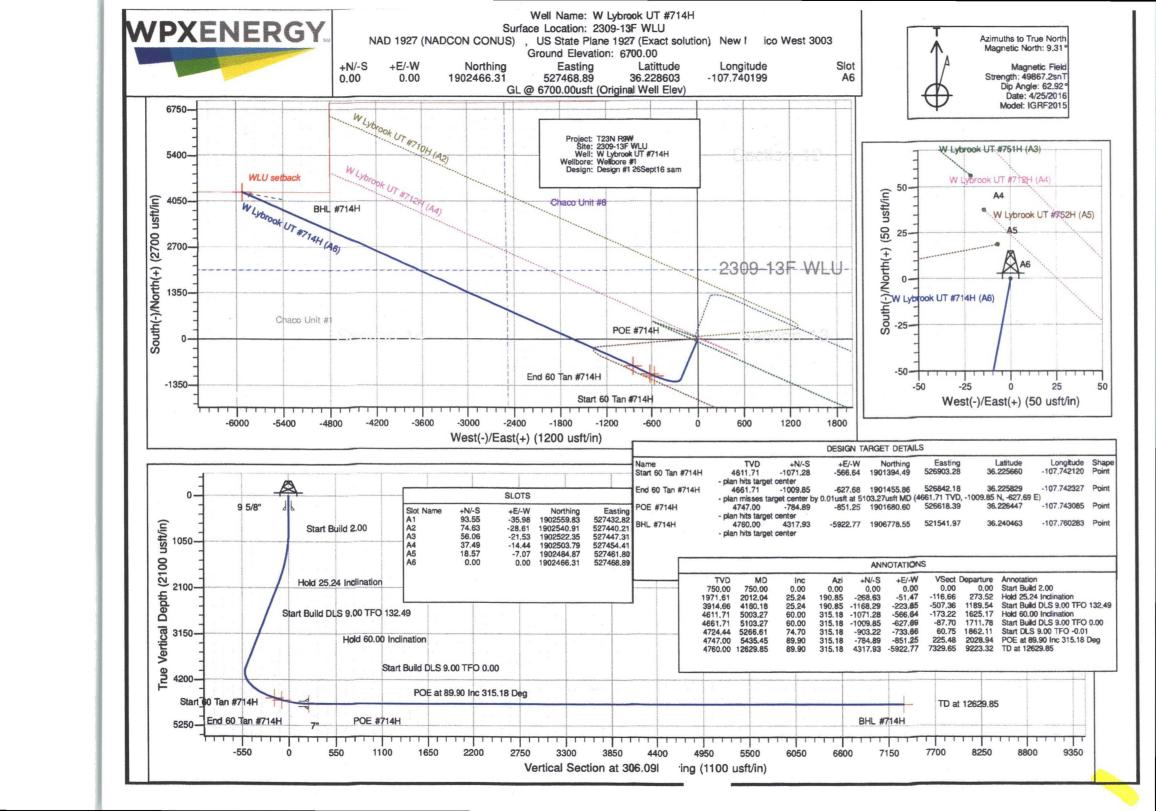
Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method: Well W Lybrook UT #714H (A6) - Slot A6 GL @ 6700.00usft (Original Well Elev) GL @ 6700.00usft (Original Well Elev) True

Minimum Curvature

Design Targets			17 50000						
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 #714H - plan hits target cente - Point	0.00 er	0.00	4,611.71	-1,071.28	-566.64	1,901,394.49	526,903.28	36.225660	-107.742120
End 60 Tan #714H - plan misses target co - Point	0.00 enter by 0.01	0.00 usft at 5103	4,661.71 .27usft MD	-1,009.85 (4661.71 TVD,	-627.68 -1009.85 N, -	1,901,455.86 627.69 E)	526,842.18	36.225829	-107.742327
POE #714H - plan hits target cente - Point	0.00	0.00	4,747.00	-784.89	-851.25	1,901,680.60	526,618.39	36.226447	-107.743085
BHL #714H - plan hits target cente - Point	0.00	0.00	4,760.00	4,317.93	-5,922.77	1,906,778.55	521,541.97	36.240463	-107.760284

Casing Points	7/12/5						
	Measured Depth (usft)	Vertical Depth (usft)		Name	Casing Diameter (in)	Hole Diameter (in)	
	320.00	320.00	9 5/8"		9.625	12.250	
	5,435.00	4,747.00	7"		7.000	8.750	

Meas	Measured		Local Coor	dinates		
	pth sft)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Comment	
	750.00	750.00	0.00	0.00	Start Build 2.00	
2,0	012.04	1,971.61	-268.63	-51.47	Hold 25.24 Inclination	
4,	160.18	3,914.66	-1,168.29	-223.85	Start Build DLS 9.00 TFO 132.49	
5,0	003.27	4,611.71	-1,071.28	-566.64	Hold 60.00 Inclination	
5,1	103.27	4,661.71	-1,009.85	-627.69	Start Build DLS 9.00 TFO 0.00	
5,2	266.61	4,724.44	-903.22	-733.66	Start DLS 9.00 TFO -0.01	
5,4	435.45	4,747.00	-784.89	-851.25	POE at 89.90 Inc 315.18 Deg	
12.6	629.85	4,760.00	4,317,93	-5,922,77	TD at 12629.85	



(Lat/Long) is recorded and full drill log report is completed and filed with WPX. The bed will not be energized for a minimum of 45 days.

After the completion phases and pipeline installation, portions of the project area not needed for operation will be reclaimed. When the wells are plugged, final reclamation will occur within the remainder of the project area. Reclamation is described in detail in the Surface Use Reclamation Plan (Appendix A).

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.
- 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

Portable toilets will be provided and maintained during construction, as needed (see Figures 3, 4, 6 and 7 in Appendix B for the location of toilets per wellpad).

E. Garbage and other waste material

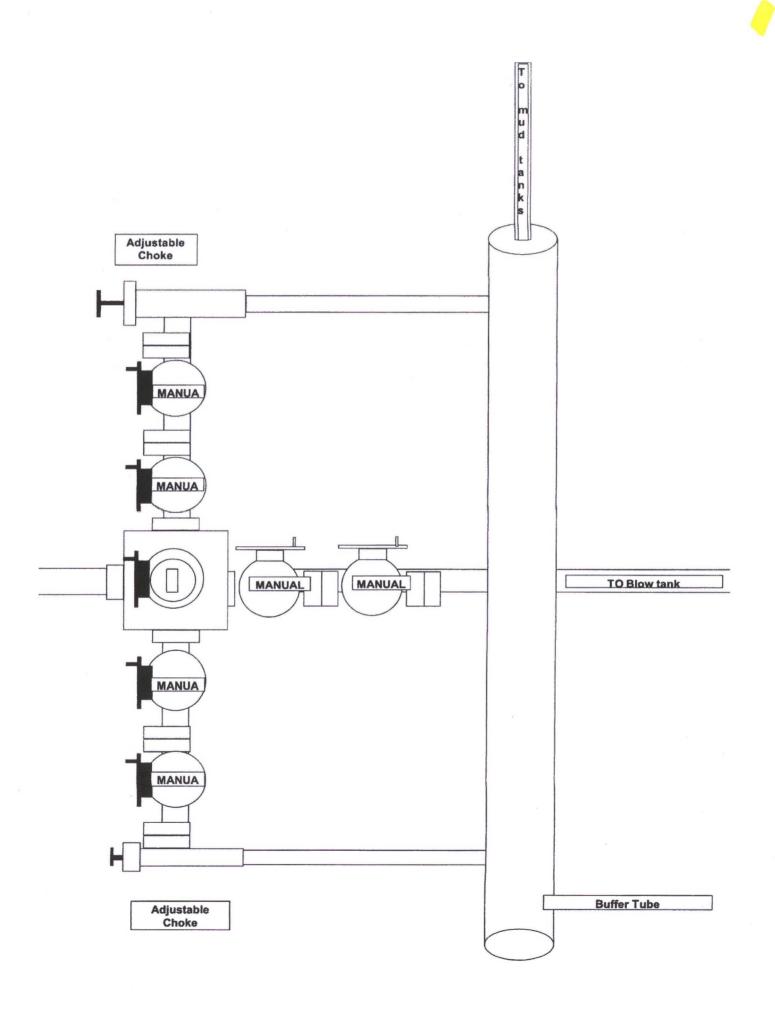
1 All garbage and trash will be placed in a metal trash basket. The trash and garbage will be hauled off site and dumped in an approved landfill, as needed.

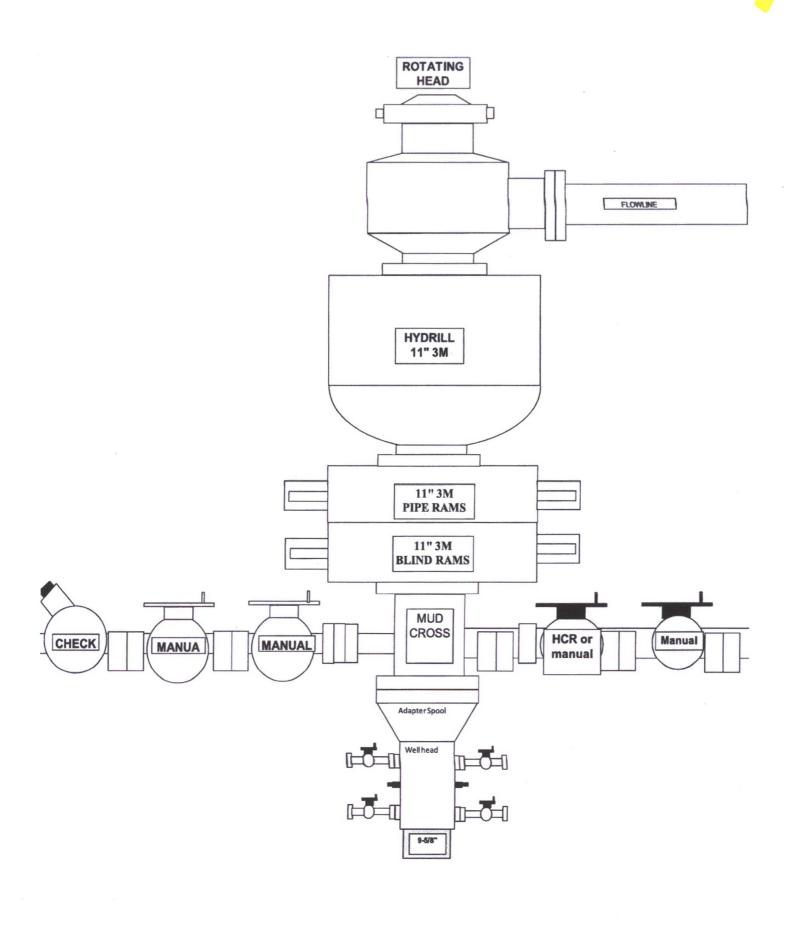
F. Hazardous Waste

- 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.

G. 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 ¼, 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.





Directions from the Intersection of US Hwy 550 & US Hwy 64 in Bloomfield, NM to WPX Energy Production, LLC W Lybrook Unit #714H 2036' FNL & 2492' FWL, Section 13, T23N, R9W, N.M.P.M., San Juan County, NM

Latitude: 36.228616°N Longitude: 107,740812°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 begin access on right-hand side of roadway;

Go Right (North-westerly) continuing for 5799.2' to staked WPX W Lybrook Unit #714H location.