

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Ken McQueen
Cabinet Secretary

Matthias Sayer
Deputy Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



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

Operator Signature Date: 5/5/2017

Well information;

Operator WPK, Well Name and Number Rosa Unit 880H

API# 30-039-31361, Section 10, Township 31NS, Range 4 E/W

Conditions of Approval: (See the below checked and handwritten conditions)

- ☒ Notify Aztec OCD 24hrs prior to casing & cement.
- ☒ Hold C-104 for directional survey & "As Drilled" Plat
 - ☐ Hold C-104 for NSL, NSP, DHC
 - ☐ Spacing rule violation. Operator must follow up with change of status notification on other well to be shut in or abandoned
 - ☐ Regarding the use of a pit, closed loop system or below grade tank, the operator must comply with the following as applicable:
 - A pit requires a complete C-144 be submitted and approved prior to the construction or use of the pit, pursuant to 19.15.17.8.A
 - A closed loop system requires notification prior to use, pursuant to 19.15.17.9.A
 - A below grade tank requires a registration be filed prior to the construction or use of the below grade tank, pursuant to 19.15.17.8.C
 - ☐ Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string
 - ☐ Submit Gas Capture Plan form prior to spudding or initiating recompletion operations
 - ☒ Regarding Hydraulic Fracturing, review EPA Underground Injection Control Guidance 84
 - ☒ Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system.
 - ☒ Well-bore communication is regulated under 19.15.29 NMAC. This requires well-bore Communication to be reported in accordance with 19.15.29.8.


NMOCD Approved by Signature

6-23-2017
Date

OIL CONS. DIV DIST. 3

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

JUN 19 2017

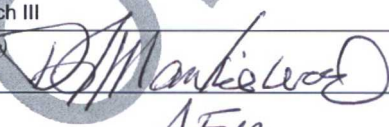
UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

| | | |
|--|---|--|
| 1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER | | 5. Lease Serial No. NMSF078888 |
| 1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Single Zone <input checked="" type="checkbox"/> Multiple Zone | | 6. If Indian, Allottee or Tribe Name |
| 2. Name of Operator WPX ENERGY LLC | | 7. If Unit or CA Agreement, Name and No. ROSA UNIT / NMNM78407E |
| 3a. Address 720 S Main Aztec NM 87410 | 3b. Phone No. (include area code) (505)333-1822 | 8. Lease Name and Well No. ROSA UNIT 880H |
| 4. Location of Well (Report location clearly and in accordance with any State requirements.)* At surface 1528/N & 2195/E SWNE SEC 10, T31N, R4W G At proposed prod. zone 699/N & 1561/W NENW SEC 9, T31N, R4W G | | 9. API Well No. 30-039-31361 |
| 10. Field and Pool, or Exploratory BASIN MANCOS GAS POOL / MANCOS | | 11. Sec., T. R. M. or Blk. and Survey or Area |
| 12. Distance in miles and direction from nearest town or post office* 38 miles | | 12. County or Parish |
| 13. State | | |
| 14. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 699 feet | 15. No. of acres in lease 2560 | 16. Spacing Unit dedicated to this well 15 |
| 17. Distance from proposed location* to nearest well, drilling, completed, 258.1 feet applied for, on this lease, ft. | 18. Proposed Depth N/A / N/A | 19. BLM/BIA Bond No. on file FED: UTB000178 |
| 20. Elevations (Show whether DF, KDB, RT, GL, etc.) | 21. Approximate date work will start* 06/12/2017 | 22. Estimated duration 45 days |
| 23. Attachments | | |

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, must be attached to this form:

- Well plat certified by a registered surveyor.
- A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification
- Such other site specific information and/or plans as may be required by the BLM.

| | | |
|--|---|--------------------|
| 24. Signature (Electronic Submission) | Name (Printed/Typed) Marie Jaramillo / Ph: (505)533-1808 | Date 05/05/2017 |
| Title Permitting Tech III | | |
| Approved by (Signature)  | Name (Printed/Typed) AFM | Date 6/16/17 |
| Title AFM | Office FARMINGTON | |

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.
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 REQUIREMENTS"

NMOCDA

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

OIL CONSERVATION DIVISION

1220 South St. Francis Drive
Santa Fe, NM 87505

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | | |
|-----------------------------|--|---------------------|-------------------------------------|
| *API Number 30-039-31301 | | *Pool Code 97232 | *Pool Name BASIN MANCOS GAS POOL |
| *Property Code 17033 | *Property Name ROSA UNIT | | *Well Number 880H |
| *GRID No. 120782 | *Operator Name WPX ENERGY PRODUCTION, LLC | | *Elevation 6950' |

10 Surface Location

| UL or lot no. | Section | Township | Range | Lot Idh | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|------------|
| G | 10 | 31N | 4W | | 1528 | NORTH | 2195 | EAST | RIO ARriba |

11 Bottom Hole Location If Different From Surface

| UL or lot no. | Section | Township | Range | Lot Idh | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|------------|
| C | 9 | 31N | 4W | | 699 | NORTH | 1561 | WEST | RIO ARriba |

| | | | | |
|----------------------------|-------------------------------------|------------------|---------------------|-------------------------|
| *Dedicated Acres 640.00 | N/2 - Section 9 N/2 - Section 10 | *Joint or Infill | *Consolidation Code | *Order No. R-13457-A |
|----------------------------|-------------------------------------|------------------|---------------------|-------------------------|

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

END-OF-LATERAL
699' FNL 1561' FNL
SEC 9, T31N, R4W
LAT: 36.919384°N
LONG: 107.263440°W
DATUM: NAD1927

LAT: 36.919391°N
LONG: 107.264039°W
DATUM: NAD1983

POINT-OF-ENTRY
749' FNL 2172' FEL
SEC 10, T31N, R4W
LAT: 36.919270°N
LONG: 107.240106°W
DATUM: NAD1927

LAT: 36.919277°N
LONG: 107.240704°W
DATUM: NAD1983

SURFACE LOCATION
1528' FNL 2195' FEL
SEC 10, T31N, R4W
LAT: 36.917131°N
LONG: 107.240185°W
DATUM: NAD1927

LAT: 36.917137°N
LONG: 107.240783°W
DATUM: NAD1983

17 OPERATOR CERTIFICATION

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 pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Signature: *Marie E. Jaramillo* Date: *3/31/17*

Printed Name: Marie E. Jaramillo

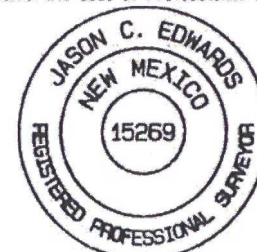
E-mail Address: marie.jaramillo@wpenergy.com

18 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.

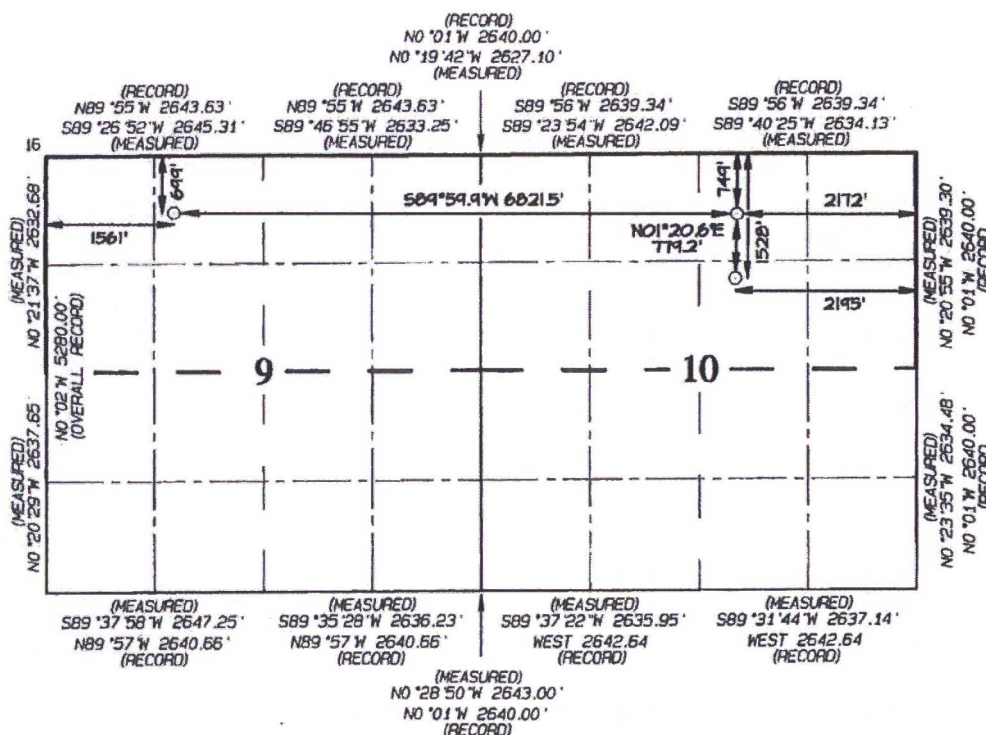
Date Revised: MARCH 31, 2017
Date of Survey: JUNE 30, 2016

Signature and Seal of Professional Surveyor



JASON C. EDWARDS

Certificate Number 15269



WPXENERGY

WPX Energy

Operations Plan

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

Date: April 20, 2017

Field: Basin Mancos

Well Name: Rosa Unit #880H

Surface: BLM

SH Location: SWNE Sec 10 31N-04W

Elevation: 6950' GR

BH Location: NENW Sec 9 31N-04W

Minerals: FED

Measured Depth: 15,023.19'

I. GEOLOGY: SURFACE FORMATION - San Jose

A. FORMATION TOPS (GR)

| NAME | MD | TVD | NAME | MD | TVD |
|-----------------|----------|----------|---------------|-----------|----------|
| OJO ALAMO | 3,276.00 | 3,197.00 | MENEFEE | 6,305.00 | 6,178.00 |
| KIRTLAND | 3,453.00 | 3,368.00 | POINT LOOKOUT | 6,423.00 | 6,296.00 |
| FRUITLAND | 3,764.00 | 3,668.00 | MANCOS | 7,074.00 | 6,947.00 |
| PICTURED CLIFFS | 3,950.00 | 3,848.00 | KICKOFF POINT | 7,199.78 | 7,073.38 |
| LEWIS | 4,360.00 | 4,244.00 | TOP TARGET | 7,840.00 | 7,611.00 |
| CHACRA | 5,214.00 | 5,087.00 | LANDING POINT | 8,201.66 | 7,710.00 |
| CLIFF HOUSE | 6,261.00 | 6,134.00 | BASE TARGET | 8,201.66 | 7,710.00 |
| | | | TD | 15,023.19 | 7,690.00 |

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. A LSND (WBM) or (OBM) will be used to drill the curve and 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 **5000 psi (High) for 10 minutes**. Annular preventor will be tested to 50% of rated working pressure. Pressure test surface casing to **1500 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. **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, equiv or < | STC |
| INTERMEDIATE | 8.75" | 7100' | 7" | 23 LBS | J-55, equiv or < | LTC |
| PRODUCTION | 6.125" | 6949.78' - 15,023.19' | 4.5" | 11.6 LBS | P-110, equiv or < | LTC |
| TIE BACK | 6.125" | Surf. - 6949.78' | 4.5" | 11.6 LBS | P-110, equiv or < | 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. **A DV tool will be placed 100' above the top of the Chacra formation.**

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). 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)

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 min. 12 hours. Total Volume: (160 cu-ft/100 sx/ Bbls). TOC at Surface.

2. Intermediate STAGE 1: Spacer #1: 20 bbl (112 cuft) Chemwash. Lead Cement: 81 bbls, 232 sks, (457 cuft), 12.3 ppg @ 1.97 cuft/sk yield. Tail Cement: 17 bbls, 75 sks, (98 cuft), 13.5 ppg @ 1.3 cuft/sk yield. Displacement: Displace w/ +/- 280 bbl Drilling mud or water.
Total Cement: 99 bbls, 307 sks, (555 cuft)
STAGE 2: Spacer #1: 20 bbl (112 cuft) Chemwash. Lead Cement: 131 bbls, 377 sks, (735 cuft), 12.3 ppg @ 1.97 cuft/sk yield. Tail Cement: 17 bbls, 85 sks, (98 cuft), 13.5 ppg @ 1.3 cuft/sk yield. Displacement: Displace w/ +/- 168 bbl Drilling mud or water.
Total Cement: 148 bbls, 462 sks, (833 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 (683 sx /929 cuft /165 bbls). Tail Spacer: 20 BBL of MMCR. Displacement: Displace w/ +/- 193bbl Fr Water. Total Cement (683 sx /929bbls).

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.
2. Isolate stages with flow through frac plug.
3. Drill out frac plugs and flowback lateral.

C. RUNNING TUBING

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

- Although this horizontal well will be drilled past the applicable setbacks, an unorthodox location application is not required because the completed interval in this well, as defined by 19.15.16.7 B(1) NMAC, will be entirely within the applicable setbacks. This approach complies with all applicable rules, including 19.15.16.14 A(3) NMAC, 19.15.16.14 B(2) NMAC, 19.15.16.15 B(2) NMAC, and 19.15.16.15 B(4) NMAC.

NOTE:

Proposed Operations:

A 4-1/2" 11.6# 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

T31N R4W Rosa Unit

Pad 47

Rosa Unit #880H - Slot A1

Wellbore #1

Plan: Plan #2 22Mar17 sam

Standard Planning Report

27 March, 2017

WPX Planning Report

Database: COMPASS
Company: WPX Energy
Project: T31N R4W Rosa Unit
Site: Pad 47
Well: Rosa Unit #880H
Wellbore: Wellbore #1
Design: Plan #2 22Mar17 sam

Local Co-ordinate Reference: Well Rosa Unit #880H (A1) - Slot A1
TVD Reference: GL @ 6950.00usft (Original Well Elev)
MD Reference: GL @ 6950.00usft (Original Well Elev)
North Reference: True
Survey Calculation Method: Minimum Curvature

Project T31N R4W Rosa Unit

Map System: US State Plane 1927 (Exact solution) System Datum: Mean Sea Level
Geo Datum: NAD 1927 (NADCON CONUS)
Map Zone: New Mexico West 3003

Site Pad 47

Site Position: Northing: 2,153,639.70 usft Latitude: 36.917131
From: Lat/Long Easting: 673,397.00 usft Longitude: -107.240185
Position Uncertainty: 0.00 usft Slot Radius: 13.200 in Grid Convergence: 0.36 °

Well Rosa Unit #880H - Slot A1

Well Position +N/-S 0.00 usft Northing: 2,153,639.70 usft Latitude: 36.917131
+E/-W 0.00 usft Easting: 673,397.00 usft Longitude: -107.240185
Position Uncertainty 0.00 usft Wellhead Elevation: 0.00 usft Ground Level: 6,950.00 usft

Wellbore Wellbore #1

| Magnetics | Model Name | Sample Date | Declination (°) | Dip Angle (°) | Field Strength (nT) |
|-----------|------------|-------------|-----------------|---------------|---------------------|
| | IGRF2015 | 1/4/2017 | 9.11 | 63.59 | 50,246 |

Design Plan #2 22Mar17 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 | 276.89 |

Plan 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 | |
| 500.00 | 0.00 | 0.00 | 500.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 1,256.13 | 15.12 | 40.49 | 1,247.38 | 75.44 | 64.42 | 2.00 | 2.00 | 0.00 | 40.49 | |
| 4,400.95 | 15.12 | 40.49 | 4,283.30 | 699.36 | 597.20 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 5,157.08 | 0.00 | 0.00 | 5,030.68 | 774.81 | 661.62 | 2.00 | -2.00 | 0.00 | 180.00 | #880H VP |
| 7,199.78 | 0.00 | 0.00 | 7,073.38 | 774.81 | 661.62 | 0.00 | 0.00 | 0.00 | 0.00 | #880H KOP |
| 8,201.66 | 90.17 | 270.36 | 7,710.00 | 778.77 | 23.14 | 9.00 | 9.00 | -8.95 | 270.36 | #880H POE |
| 15,023.19 | 90.17 | 270.36 | 7,690.00 | 821.09 | -6,798.23 | 0.00 | 0.00 | 0.00 | 0.00 | #880H BHL |

WPX Planning Report

| | | | |
|-----------|---------------------|------------------------------|---------------------------------------|
| Database: | COMPASS | Local Co-ordinate Reference: | Well Rosa Unit #880H (A1) - Slot A1 |
| Company: | WPX Energy | TVD Reference: | GL @ 6950.00usft (Original Well Elev) |
| Project: | T31N R4W Rosa Unit | MD Reference: | GL @ 6950.00usft (Original Well Elev) |
| Site: | Pad 47 | North Reference: | True |
| Well: | Rosa Unit #880H | Survey Calculation Method: | Minimum Curvature |
| Wellbore: | Wellbore #1 | | |
| Design: | Plan #2 22Mar17 sam | | |

Planned Survey

| 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 | 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" | | | | | | | | | |
| 500.00 | 0.00 | 0.00 | 500.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Start Build 2.00 | | | | | | | | | |
| 1,000.00 | 10.00 | 40.49 | 997.47 | 33.10 | 28.26 | -24.09 | 2.00 | 2.00 | 0.00 |
| 1,256.13 | 15.12 | 40.49 | 1,247.38 | 75.44 | 64.42 | -54.91 | 2.00 | 2.00 | 0.00 |
| Hold 15.12 Inclination | | | | | | | | | |
| 1,500.00 | 15.12 | 40.49 | 1,482.81 | 123.83 | 105.74 | -90.13 | 0.00 | 0.00 | 0.00 |
| 2,000.00 | 15.12 | 40.49 | 1,965.49 | 223.02 | 190.44 | -162.33 | 0.00 | 0.00 | 0.00 |
| 2,500.00 | 15.12 | 40.49 | 2,448.18 | 322.22 | 275.15 | -234.53 | 0.00 | 0.00 | 0.00 |
| 3,000.00 | 15.12 | 40.49 | 2,930.86 | 421.42 | 359.86 | -306.73 | 0.00 | 0.00 | 0.00 |
| 3,500.00 | 15.12 | 40.49 | 3,413.55 | 520.62 | 444.56 | -378.93 | 0.00 | 0.00 | 0.00 |
| 4,000.00 | 15.12 | 40.49 | 3,896.23 | 619.81 | 529.27 | -451.13 | 0.00 | 0.00 | 0.00 |
| 4,400.95 | 15.12 | 40.49 | 4,283.30 | 699.36 | 597.20 | -509.03 | 0.00 | 0.00 | 0.00 |
| Start Drop -2.00 | | | | | | | | | |
| 4,500.00 | 13.14 | 40.49 | 4,379.34 | 717.75 | 612.90 | -522.41 | 2.00 | -2.00 | 0.00 |
| 5,000.00 | 3.14 | 40.49 | 4,873.68 | 771.53 | 658.83 | -561.56 | 2.00 | -2.00 | 0.00 |
| 5,157.08 | 0.00 | 0.00 | 5,030.68 | 774.81 | 661.62 | -563.94 | 2.00 | -2.00 | 0.00 |
| Vertical | | | | | | | | | |
| 5,500.00 | 0.00 | 0.00 | 5,373.60 | 774.81 | 661.62 | -563.94 | 0.00 | 0.00 | 0.00 |
| 6,000.00 | 0.00 | 0.00 | 5,873.60 | 774.81 | 661.62 | -563.94 | 0.00 | 0.00 | 0.00 |
| 6,500.00 | 0.00 | 0.00 | 6,373.60 | 774.81 | 661.62 | -563.94 | 0.00 | 0.00 | 0.00 |
| 7,000.00 | 0.00 | 0.00 | 6,873.60 | 774.81 | 661.62 | -563.94 | 0.00 | 0.00 | 0.00 |
| 7,099.00 | 0.00 | 0.00 | 6,972.60 | 774.81 | 661.62 | -563.94 | 0.00 | 0.00 | 0.00 |
| 7" | | | | | | | | | |
| 7,199.78 | 0.00 | 0.00 | 7,073.38 | 774.81 | 661.62 | -563.94 | 0.00 | 0.00 | 0.00 |
| KOP DLS 9.00 TFO 270.36 | | | | | | | | | |
| 7,500.00 | 27.02 | 270.36 | 7,362.59 | 775.24 | 592.14 | -494.91 | 9.00 | 9.00 | 0.00 |
| 8,000.00 | 72.02 | 270.36 | 7,678.91 | 777.54 | 221.53 | -126.70 | 9.00 | 9.00 | 0.00 |
| 8,201.66 | 90.17 | 270.36 | 7,710.00 | 778.77 | 23.14 | 70.41 | 9.00 | 9.00 | 0.00 |
| POE at 90.17 Inclination | | | | | | | | | |
| 8,500.00 | 90.17 | 270.36 | 7,709.12 | 780.62 | -275.19 | 366.81 | 0.00 | 0.00 | 0.00 |
| 9,000.00 | 90.17 | 270.36 | 7,707.66 | 783.73 | -775.18 | 863.56 | 0.00 | 0.00 | 0.00 |
| 9,500.00 | 90.17 | 270.36 | 7,706.19 | 786.83 | -1,275.17 | 1,360.32 | 0.00 | 0.00 | 0.00 |
| 10,000.00 | 90.17 | 270.36 | 7,704.72 | 789.94 | -1,775.16 | 1,857.07 | 0.00 | 0.00 | 0.00 |
| 10,500.00 | 90.17 | 270.36 | 7,703.26 | 793.04 | -2,275.15 | 2,353.82 | 0.00 | 0.00 | 0.00 |
| 11,000.00 | 90.17 | 270.36 | 7,701.79 | 796.15 | -2,775.13 | 2,850.58 | 0.00 | 0.00 | 0.00 |
| 11,500.00 | 90.17 | 270.36 | 7,700.32 | 799.25 | -3,275.12 | 3,347.33 | 0.00 | 0.00 | 0.00 |
| 12,000.00 | 90.17 | 270.36 | 7,698.86 | 802.36 | -3,775.11 | 3,844.08 | 0.00 | 0.00 | 0.00 |
| 12,500.00 | 90.17 | 270.36 | 7,697.39 | 805.46 | -4,275.10 | 4,340.84 | 0.00 | 0.00 | 0.00 |
| 13,000.00 | 90.17 | 270.36 | 7,695.92 | 808.56 | -4,775.09 | 4,837.59 | 0.00 | 0.00 | 0.00 |
| 13,500.00 | 90.17 | 270.36 | 7,694.46 | 811.67 | -5,275.08 | 5,334.34 | 0.00 | 0.00 | 0.00 |
| 14,000.00 | 90.17 | 270.36 | 7,692.99 | 814.77 | -5,775.06 | 5,831.10 | 0.00 | 0.00 | 0.00 |
| 14,500.00 | 90.17 | 270.36 | 7,691.52 | 817.88 | -6,275.05 | 6,327.85 | 0.00 | 0.00 | 0.00 |
| 15,000.00 | 90.17 | 270.36 | 7,690.06 | 820.98 | -6,775.04 | 6,824.60 | 0.00 | 0.00 | 0.00 |
| 15,023.19 | 90.17 | 270.36 | 7,690.00 | 821.09 | -6,798.23 | 6,847.63 | 0.00 | 0.00 | 0.00 |
| TD at 15023.19 | | | | | | | | | |

WPX Planning Report

Database: COMPASS
Company: WPX Energy
Project: T31N R4W Rosa Unit
Site: Pad 47
Well: Rosa Unit #880H
Wellbore: Wellbore #1
Design: Plan #2 22Mar17 sam

Local Co-ordinate Reference: Well Rosa Unit #880H (A1) - Slot A1
TVD Reference: GL @ 6950.00usft (Original Well Elev)
MD Reference: GL @ 6950.00usft (Original Well Elev)
North Reference: True
Survey Calculation Method: 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 |
|---|------------------|-----------------------|---------------|-----------------|-----------------|--------------------|-------------------|-----------|-------------|
| #880H VP - plan hits target center - Point | 0.00 | 0.00 | 5,030.68 | 774.81 | 661.62 | 2,154,418.60 | 674,053.79 | 36.919259 | -107.237922 |
| #880H KOP - plan hits target center - Point | 0.00 | 0.00 | 7,073.38 | 774.81 | 661.62 | 2,154,418.60 | 674,053.79 | 36.919259 | -107.237922 |
| #880H BHL - plan hits target center - Point | 0.00 | 0.00 | 7,690.00 | 821.09 | -6,798.23 | 2,154,418.50 | 666,593.80 | 36.919384 | -107.263440 |
| #880H POE - plan hits target center - Point | 0.00 | 0.00 | 7,710.00 | 778.77 | 23.14 | 2,154,418.60 | 673,415.30 | 36.919270 | -107.240106 |

Casing Points

| Measured Depth (usft) | Vertical Depth (usft) | Name | Casing Diameter (in) | Hole Diameter (in) |
|-----------------------------|-----------------------------|--------|----------------------------|--------------------------|
| 320.00 | 320.00 | 9 5/8" | 9.625 | 12.250 |
| 7,099.00 | 6,972.60 | 7" | 7.000 | 8.500 |

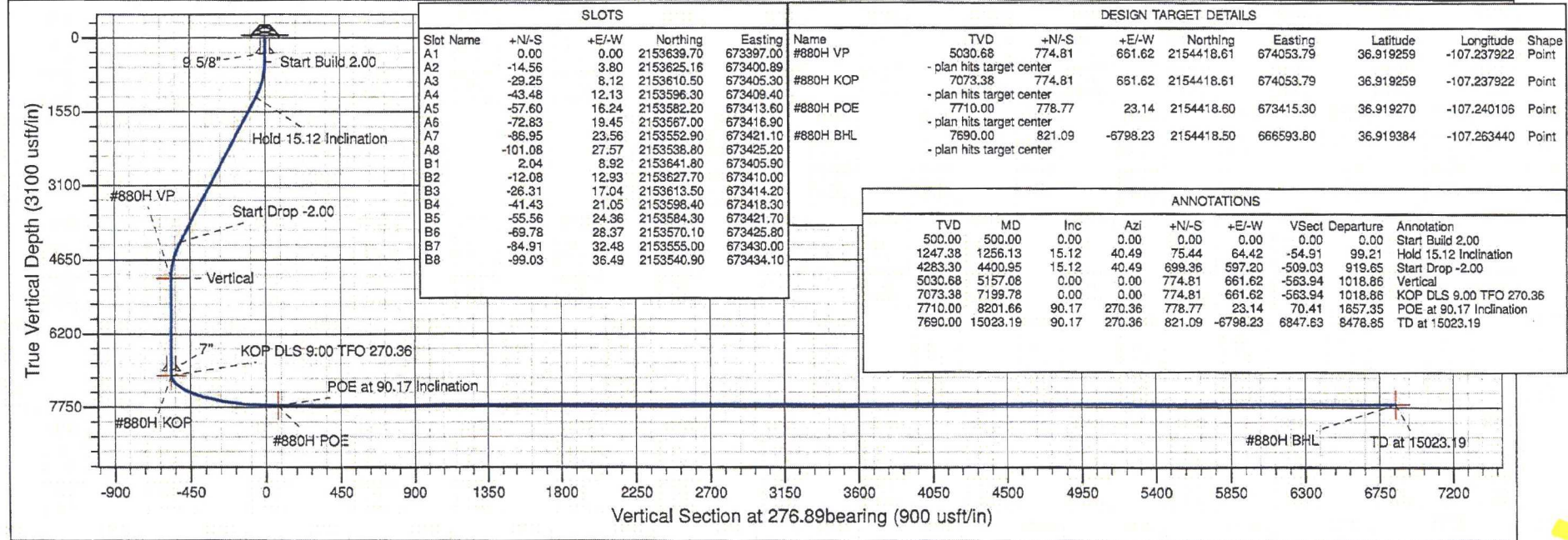
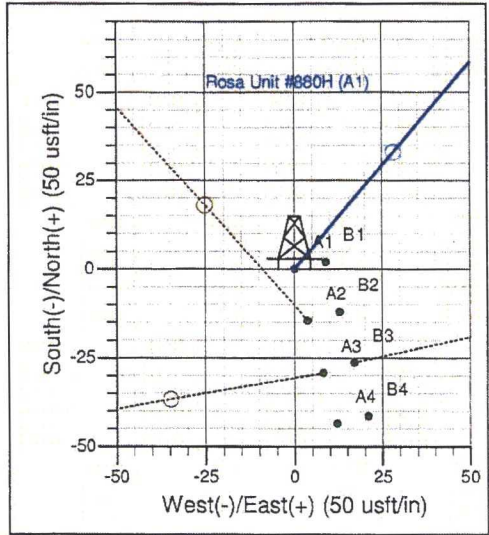
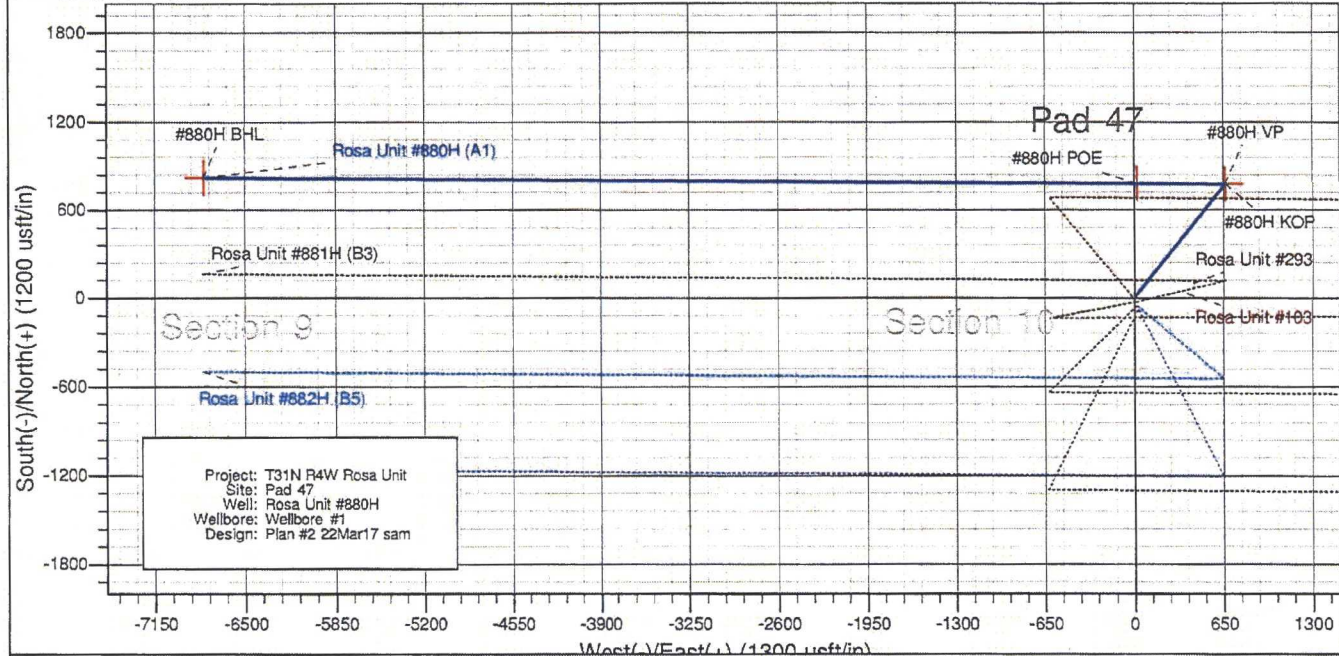
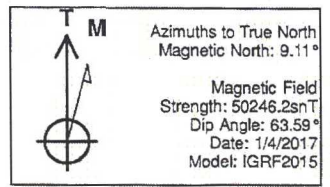
Plan Annotations

| Measured Depth (usft) | Vertical Depth (usft) | Local Coordinates | | Comment |
|-----------------------------|-----------------------------|-------------------|-----------------|--------------------------|
| | | +N/-S (usft) | +E/-W (usft) | |
| 500.00 | 500.00 | 0.00 | 0.00 | Start Build 2.00 |
| 1,256.13 | 1,247.38 | 75.44 | 64.42 | Hold 15.12 Inclination |
| 4,400.95 | 4,283.30 | 699.36 | 597.20 | Start Drop -2.00 |
| 5,157.08 | 5,030.68 | 774.81 | 661.62 | Vertical |
| 7,199.78 | 7,073.38 | 774.81 | 661.62 | KOP DLS 9.00 TFO 270.36 |
| 8,201.66 | 7,710.00 | 778.77 | 23.14 | POE at 90.17 Inclination |
| 15,023.19 | 7,690.00 | 821.09 | -6,798.23 | TD at 15023.19 |



Well Name: Rosa Unit #880H
Surface Location: Pad 47
NAD 1927 (NADCON CONUS) , US State Plane 1927 (Exact solution) New Mexico West 3003
Ground Elevation: 6950.00
+N/-S +E/-W Northing Easting Latitude Longitude
0.00 0.00 2153639.70 673397.00 36.917131 -107.240185
GL @ 6950.00usft (Original Well Elev)

Slot
A1





WPX Energy

T31N R4W Rosa Unit

Pad 47

Rosa Unit #880H

Wellbore #1

Plan #2 22Mar17 sam

Anticollision Summary Report

27 March, 2017

WPX

Anticollision Summary Report

| | | | |
|---------------------------|---------------------|-------------------------------------|---------------------------------------|
| Company: | WPX Energy | Local Co-ordinate Reference: | Well Rosa Unit #880H (A1) - Slot A1 |
| Project: | T31N R4W Rosa Unit | TVD Reference: | GL @ 6950.00usft (Original Well Elev) |
| Reference Site: | Pad 47 | MD Reference: | GL @ 6950.00usft (Original Well Elev) |
| Site Error: | 0.00 usft | North Reference: | True |
| Reference Well: | Rosa Unit #880H | Survey Calculation Method: | Minimum Curvature |
| Well Error: | 0.00 usft | Output errors are at | 2.00 sigma |
| Reference Wellbore | Wellbore #1 | Database: | COMPASS |
| Reference Design: | Plan #2 22Mar17 sam | Offset TVD Reference: | Offset Datum |

| | | | |
|-------------------------------------|---|-----------------------|---------------------|
| Reference | Plan #2 22Mar17 sam | | |
| Filter type: | GLOBAL FILTER APPLIED: All wellpaths within 200'+ 100/1000 of reference | | |
| Interpolation Method: | MD Interval 100.00usft | Error Model: | ISCWSA |
| Depth Range: | Unlimited | Scan Method: | Closest Approach 3D |
| Results Limited by: | Maximum center-center distance of 1,702.32 usft | Error Surface: | Elliptical Conic |
| Warning Levels Evaluated at: | 2.00 Sigma | Casing Method: | Not applied |

| | | | | |
|----------------------------|-----------------------|-----------------------------------|------------------|--------------------|
| Survey Tool Program | Date 3/27/2017 | | | |
| From (usft) | To (usft) | Survey (Wellbore) | Tool Name | Description |
| 0.00 | 15,023.10 | Plan #2 22Mar17 sam (Wellbore #1) | MWD | MWD - Standard |

| Summary | | | | | | |
|--|---------------------------------|------------------------------|---------------------------------|----------------------------------|-------------------|---------|
| Site Name | Reference Measured Depth (usft) | Offset Measured Depth (usft) | Distance Between Centres (usft) | Distance Between Ellipses (usft) | Separation Factor | Warning |
| Offset Well - Wellbore - Design | | | | | | |
| Pad 47 | | | | | | |
| Rosa Unit #881H (B3) - Wellbore #1 - Plan #1 31Jan17 s | 500.00 | 500.00 | 31.35 | 29.32 | 15.495 | CC, ES |
| Rosa Unit #881H (B3) - Wellbore #1 - Plan #1 31Jan17 s | 15,023.19 | 15,211.38 | 709.09 | 333.13 | 1.886 | SF |
| Rosa Unit #882H (B5) - Wellbore #1 - Plan #1 31Jan17 s | 500.00 | 500.00 | 60.66 | 58.64 | 29.987 | CC, ES |
| Rosa Unit #882H (B5) - Wellbore #1 - Plan #1 31Jan17 s | 15,023.19 | 14,968.91 | 1,319.81 | 919.32 | 3.295 | SF |
| Rosa Unit #883H (B7) - Wellbore #1 - Plan #1 31Jan17 s | 500.00 | 500.00 | 90.90 | 88.88 | 44.938 | CC, ES |
| Rosa Unit #883H (B7) - Wellbore #1 - Plan #1 31Jan17 s | 800.00 | 788.80 | 113.98 | 110.63 | 34.107 | SF |
| Rosa Unit #884H (A2) - Wellbore #1 - Plan #2 22Mar17 s | 626.40 | 626.88 | 14.59 | 12.00 | 5.623 | CC, ES |
| Rosa Unit #884H (A2) - Wellbore #1 - Plan #2 22Mar17 s | 8,100.00 | 8,293.78 | 100.47 | 54.64 | 2.192 | SF |
| Rosa Unit #885H (A3) - Wellbore #1 - Plan #1 31Jan17 s | 500.00 | 500.00 | 30.36 | 28.34 | 15.008 | CC, ES |
| Rosa Unit #885H (A3) - Wellbore #1 - Plan #1 31Jan17 s | 700.00 | 699.35 | 35.90 | 33.01 | 12.409 | SF |
| Rosa Unit #886H (A5) - Wellbore #1 - Plan #1 31Jan17 s | 500.00 | 500.00 | 59.85 | 57.83 | 29.587 | CC, ES |
| Rosa Unit #886H (A5) - Wellbore #1 - Plan #1 31Jan17 s | 700.00 | 697.22 | 67.85 | 64.96 | 23.551 | SF |
| Rosa Unit #887H (A7) - Wellbore #1 - Plan #1 31Jan17 s | 500.00 | 500.00 | 90.09 | 88.06 | 44.534 | CC, ES |
| Rosa Unit #887H (A7) - Wellbore #1 - Plan #1 31Jan17 s | 800.00 | 790.26 | 112.41 | 109.08 | 33.686 | SF |
| Section 10 | | | | | | |
| Rosa Unit #103 - Wellbore #1 - Wellbore #1 | 1,918.41 | 1,907.80 | 274.78 | 229.48 | 6.066 | CC |
| Rosa Unit #103 - Wellbore #1 - Wellbore #1 | 2,100.00 | 2,083.10 | 278.83 | 227.36 | 5.417 | ES |
| Rosa Unit #103 - Wellbore #1 - Wellbore #1 | 7,900.00 | 7,662.52 | 751.99 | 560.89 | 3.935 | SF |
| Rosa Unit #293 - Wellbore #1 - Wellbore #1 | 2,246.60 | 2,223.60 | 263.54 | 213.54 | 5.271 | CC |
| Rosa Unit #293 - Wellbore #1 - Wellbore #1 | 2,400.00 | 2,371.71 | 266.56 | 212.12 | 4.896 | ES |
| Rosa Unit #293 - Wellbore #1 - Wellbore #1 | 2,800.00 | 2,757.90 | 300.50 | 234.31 | 4.541 | SF |

CC - Min centre to center distance or convergent point, SF - min separation factor, ES - min ellipse separation

WPX

Anticollision Summary Report

| | | | |
|--------------------|---------------------|------------------------------|---------------------------------------|
| Company: | WPX Energy | Local Co-ordinate Reference: | Well Rosa Unit #880H (A1) - Slot A1 |
| Project: | T31N R4W Rosa Unit | TVD Reference: | GL @ 6950.00usft (Original Well Elev) |
| Reference Site: | Pad 47 | MD Reference: | GL @ 6950.00usft (Original Well Elev) |
| Site Error: | 0.00 usft | North Reference: | True |
| Reference Well: | Rosa Unit #880H | Survey Calculation Method: | Minimum Curvature |
| Well Error: | 0.00 usft | Output errors are at | 2.00 sigma |
| Reference Wellbore | Wellbore #1 | Database: | COMPASS |
| Reference Design: | Plan #2 22Mar17 sam | Offset TVD Reference: | Offset Datum |

Reference Depths are relative to GL @ 6950.00usft (Original Well Elev)

Offset Depths are relative to Offset Datum

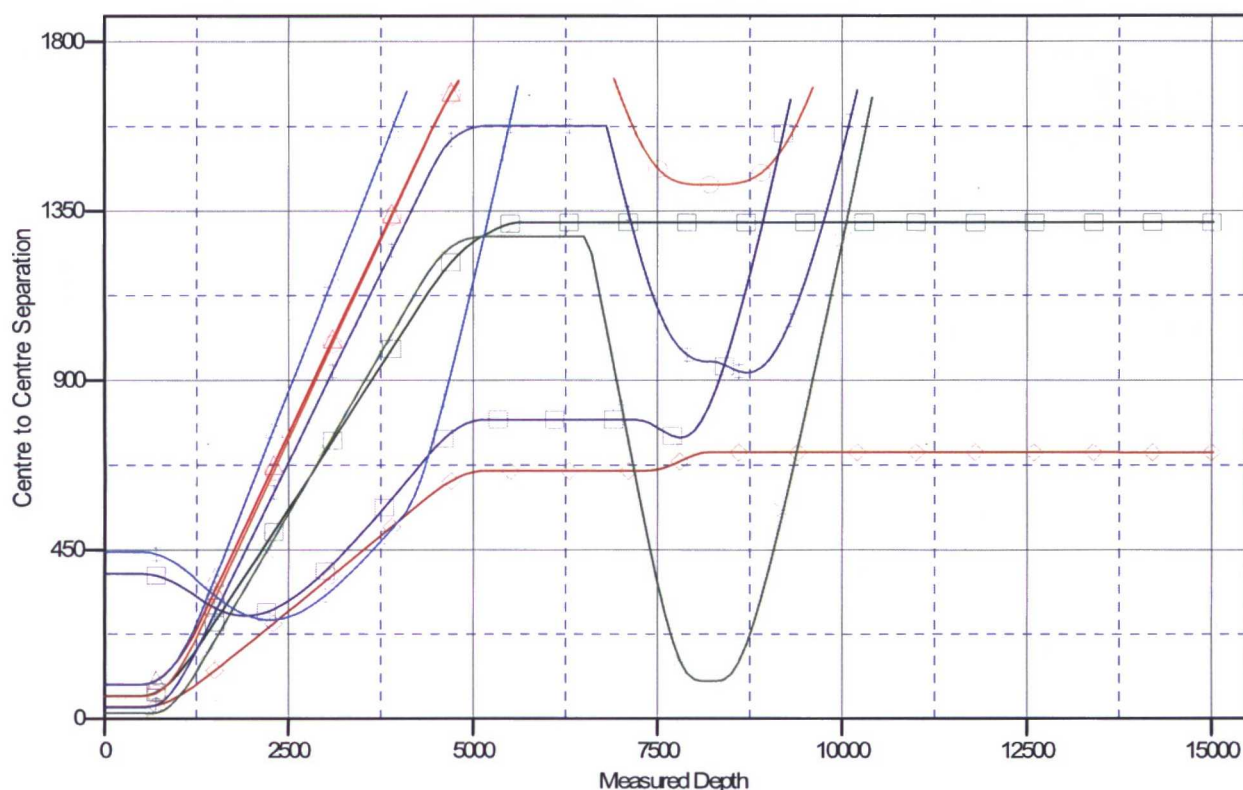
Central Meridian is -107.833334

Coordinates are relative to: Rosa Unit #880H (A1) - Slot A1

Coordinate System is US State Plane 1927 (Exact solution), New Mexico West 30

Grid Convergence at Surface is: 0.36°

Ladder Plot



LEGEND

| | | |
|--|--|--|
| 1H (B3), Wellbore #1, Plan #1 31.Jan17sam V0 | ✕ Rosa Unit#884H (A2), Wellbore #1, Plan #2 22Mar17 sam V0 | ▲ Rosa Unit#887H (A7), Wellbore #1, Plan #1 31.Jan17sam V0 |
| 2H (B5), Wellbore #1, Plan #1 31.Jan17sam V0 | ◆ Rosa Unit#885H (A3), Wellbore #1, Plan #1 31.Jan17sam V0 | ■ Rosa Unit#103, Wellbore #1, Wellbore # |
| 3H (B7), Wellbore #1, Plan #1 31.Jan17sam V0 | ○ Rosa Unit#886H (A5), Wellbore #1, Plan #1 31.Jan17sam V0 | ◆ Rosa Unit#293, Wellbore #1, Wellbore # |

CC - Min centre to center distance or convergent point, SF - min separation factor, ES - min ellipse separation

WPX

Anticollision Summary Report

| | | | |
|--------------------|---------------------|------------------------------|---------------------------------------|
| Company: | WPX Energy | Local Co-ordinate Reference: | Well Rosa Unit #880H (A1) - Slot A1 |
| Project: | T31N R4W Rosa Unit | TVD Reference: | GL @ 6950.00usft (Original Well Elev) |
| Reference Site: | Pad 47 | MD Reference: | GL @ 6950.00usft (Original Well Elev) |
| Site Error: | 0.00 usft | North Reference: | True |
| Reference Well: | Rosa Unit #880H | Survey Calculation Method: | Minimum Curvature |
| Well Error: | 0.00 usft | Output errors are at | 2.00 sigma |
| Reference Wellbore | Wellbore #1 | Database: | COMPASS |
| Reference Design: | Plan #2 22Mar17 sam | Offset TVD Reference: | Offset Datum |

Reference Depths are relative to GL @ 6950.00usft (Original Well Elev)

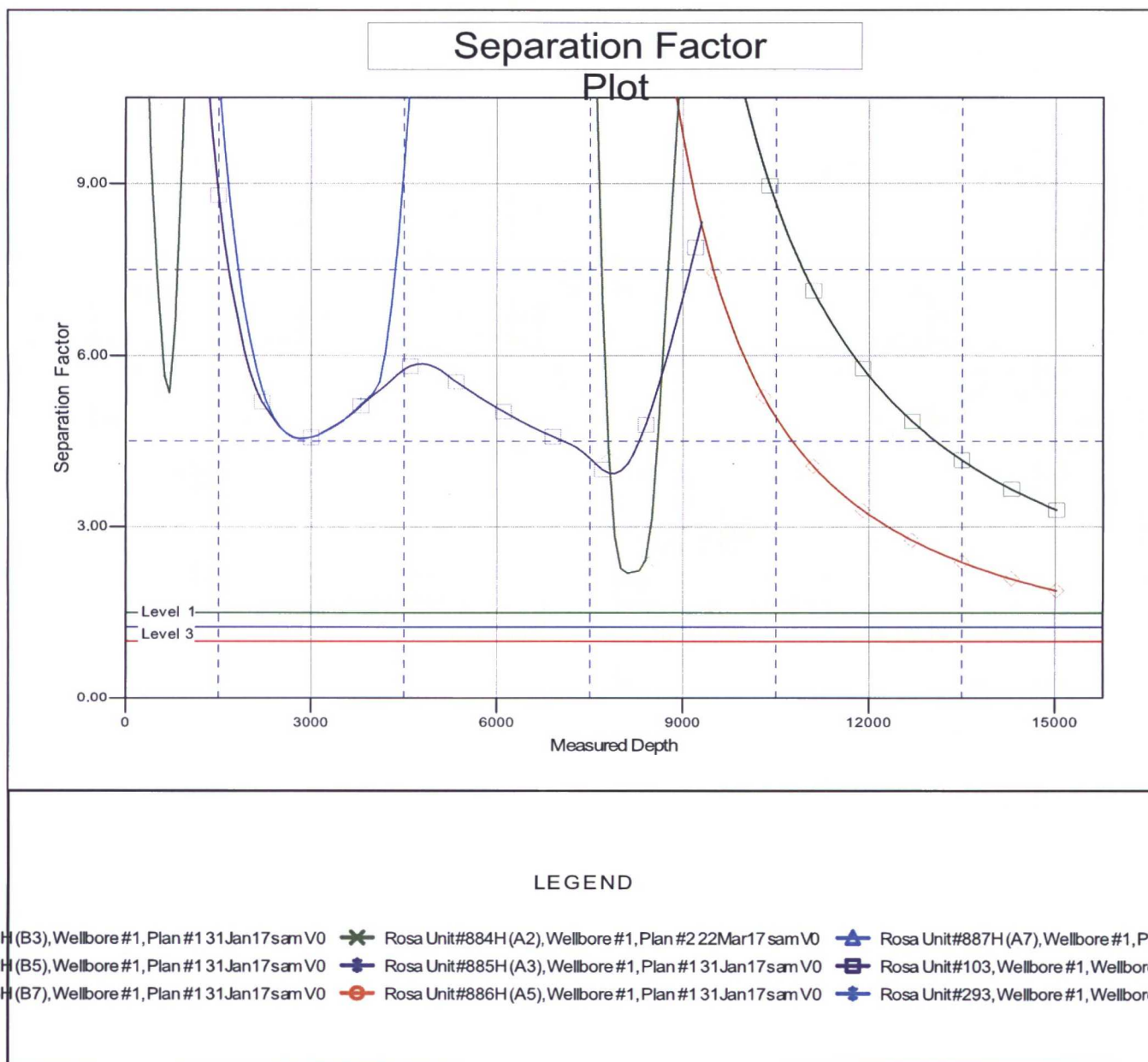
Offset Depths are relative to Offset Datum

Central Meridian is -107.833334

Coordinates are relative to: Rosa Unit #880H (A1) - Slot A1

Coordinate System is US State Plane 1927 (Exact solution), New Mexico West 30


Grid Convergence at Surface is: 0.36°



similar soils, and 25 percent Rock outcrop. The parent material of Haplustalfs, mesic, dry, very stony soils is colluvium derived from sandstone and shale and/or residuum weathered from sandstone and shale. Haplustalfs, mesic, dry, very stony soils occur on 15-80 percent slopes, are well drained, and have a depth to restrictive lithic bedrock between 20 and 80 inches. The parent material of Haplustepts, mesic, dry, very stony soils is colluvium derived from sandstone and shale and/or residuum weathered from sandstone and shale. Haplustepts, mesic, dry, very stony soils occur on 15-80 percent slopes, are well drained, and have a depth to restrictive lithic bedrock between 20 and 80 inches. The parent material of Ustorthents, mesic, dry, very stony soils is colluvium derived from sandstone and shale and/or residuum weathered from sandstone and shale. Ustorthents, mesic, dry, very stony soils occur on 15-80 percent slopes, are well drained, and have a depth to restrictive lithic bedrock between 20 and 80 inches. Landforms associated with these soils are scarps, hillslopes, and rock outcrops (USDA/NRCS 2016).

7. METHODS FOR HANDLING WASTE

A. Cuttings

- 
- 1 Drilling operations would utilize a closed-loop system. Drilling of the horizontal laterals would be accomplished with water-based mud. All cuttings would be placed in roll-off bins and hauled to a commercial disposal facility, land farm, or WPX permitted cutting disposal. WPX would follow Onshore Oil and Gas Order No. 1 regarding the placement, operation, and removal of closed-loop systems. No blow pit would be used.
 - 2 If oil-based mud drilling is used, a closed-loop system will be used to minimize potential impacts to surface and groundwater quality. A 30-mil reinforced liner will be placed under the drill rig mats and all drilling machinery. This area will be enclosed by a containment berm and ditches, which will drain to sump areas for spill prevention and control. The containment berm will be ramped to allow access to the solids control area.
 - 3 Closed-loop tanks would be adequately sized for containment of all fluids.

B. Drilling Fluids

- 1 Drilling fluids would be stored onsite in above-ground storage tanks. Upon termination of drilling operations, the drilling fluids would be recycled and transferred to other permitted closed-loop systems or returned to the vendor for reuse, as practical. All residual fluids would be hauled to a commercial disposal facility.

C. Spills

- 1 Any spills of non-freshwater fluids would be immediately cleaned up and removed to an approved disposal site.

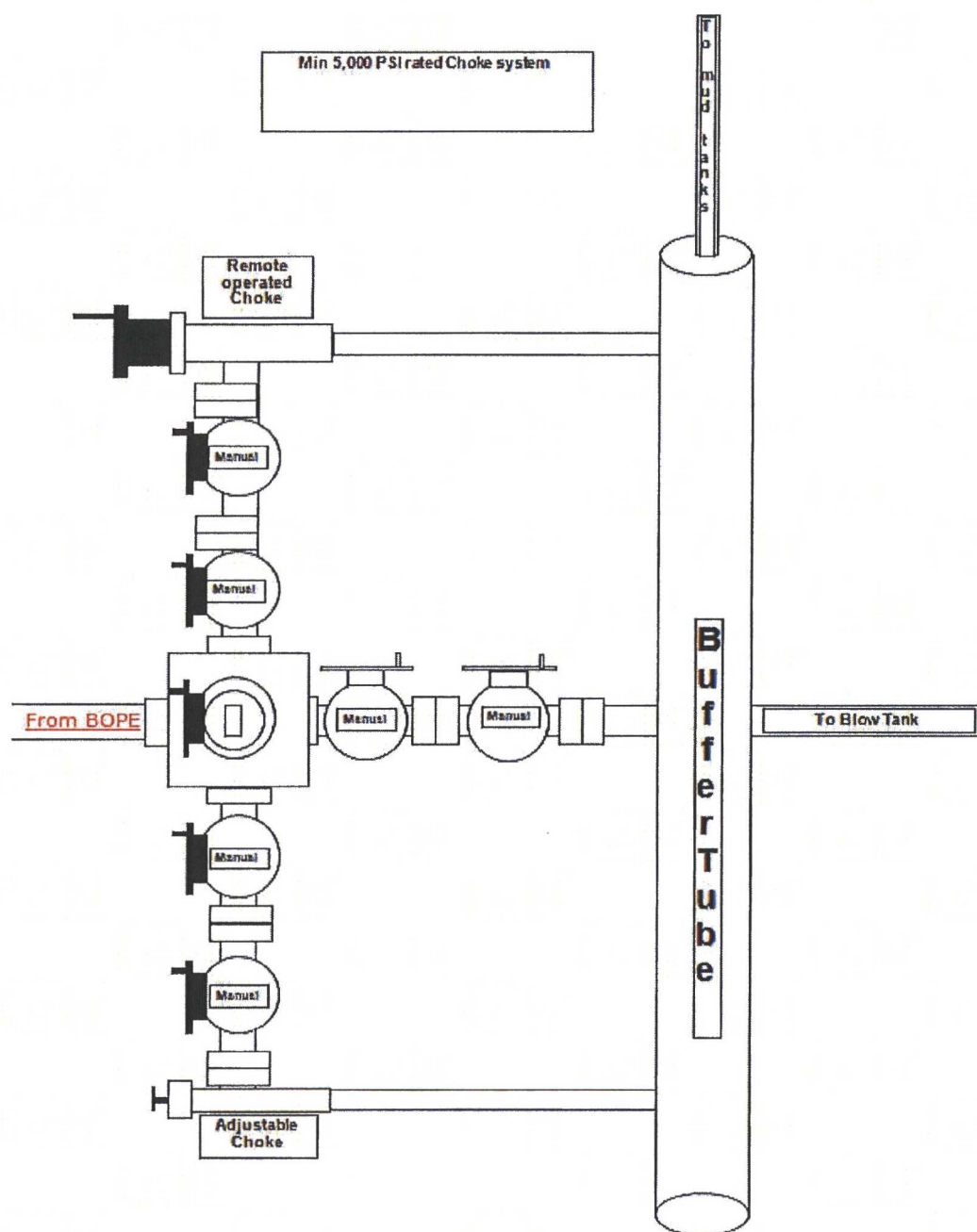
D. Sewage

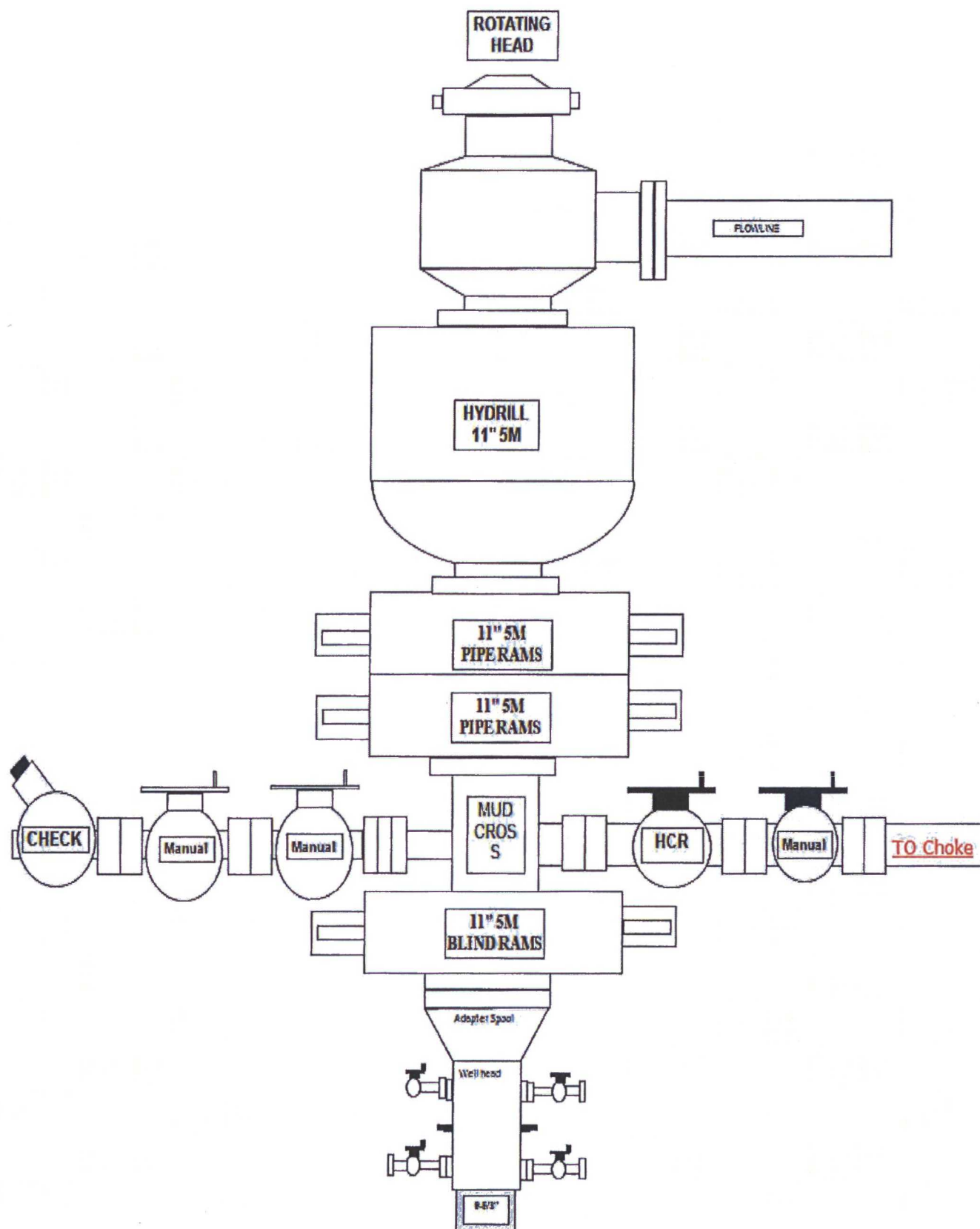
- 1 Portable toilets would be provided and maintained as needed during construction, drilling and completion phases.

E. Garbage and other waste material

- 1 All garbage and trash would be placed in an enclosed metal trash containment. The trash and garbage would be hauled off site and dumped in an approved landfill, as needed.

F. Hazardous Waste





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

in Bloomfield, NM to WPX Energy Production, LLC Rosa Pad #47

1528' FNL & 2195' FEL, Section 10, T31N, R4W, N.M.P.M., Rio Arriba County, NM

Latitude: 36.917137°N Longitude: 107.240783°W Datum: NAD1983

From the intersection of US Hwy 550 & US Hwy 64 in Bloomfield, NM, travel Easterly on US Hwy 64 for 38.0 miles to Mile Marker 102.3 to State Hwy 527 (Simms Hwy);

Go Left (North-westerly) on State Hwy 527 (Simms Hwy) for 7.9 miles to Rosa Road @ La Jara Station;

Go Right (Northerly) on Rosa Road for 6.5 miles to fork in roadway;

Go Left (Northerly) which is straight remaining on Rosa Road for 2.4 miles to fork in roadway;

Go Right (Easterly) exiting Rosa Road for 0.2 miles to fork in roadway;

Go Left (North-easterly) for 1.0 mile to fork in roadway;

Go Right (North easterly) which is straight for 0.5 miles to fork in roadway;

Go Right (Easterly) for 2.5 miles onto Forest Road #309 to fork in roadway;

Go Right (Easterly) remaining on Forest Road #309 which is straight for 1.5 miles to fork in roadway;

Go Left (Easterly) remaining on Forest Road #309 which is straight for 1.4 miles to fork in roadway;

Go Right (Easterly) remaining on Forest Road #309 which is straight for 3.0 miles to fork in roadway;

Go Left (Easterly) exiting Forest Road #309 onto Forest Road #310 for 2.6 miles to fork in roadway;

Go Left (Northerly) on Forest Road #310 for 5.9 miles to fork in roadway;

Go Left (South-westerly) for 1.0 mile to existing WPX Rosa Unit #293 location, from which begin proposed access on west edge continues for 258.1' to staked WPX Rosa Pad #47 location.