Submit 1 Copy To Appropriate District State of New Mexico Form C-103 Office Energy, Minerals and Natural Resources Revised August 1, 2011 District I - (575) 393-6161 WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 District II - (575) 748-1283 PERMIT / REGISTRATION #3RF-3 OIL CONSERVATION DIVISION 811 S. First St., Artesia, NM 88210 5. Indicate Type of Lease District III - (505) 334-6178 1220 South St. Francis Dr. STATE 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 6. State Oil & Gas Lease No. District IV - (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A Rosa Unit DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH 8. Well Number PROPOSALS.) WPX Section 30 Recycling Facility & 1. Type of Well: Oil Well Gas Well Other: Recycling Containment Containment 9. OGRID Number 2. Name of Operator WPX Energy Production, LLC 3. Address of Operator 10. Pool name or Wildcat P.O. Box 640, Aztec, NM 87410 4. Well Location feet from the Unit Letter feet from the line and 5W 31N **NMPM** County Rio Arriba Section 30 Township Range 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK □ PLUG AND ABANDON REMEDIAL WORK ALTERING CASING | P AND A **TEMPORARILY ABANDON** CHANGE PLANS COMMENCE DRILLING OPNS.□ MULTIPLE COMPL  $\Box$ CASING/CEMENT JOB **PULL OR ALTER CASING** DOWNHOLE COMMINGLE OTHER: 6-Month Extension Request for Cessation of Operations | OTHER: 13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. Pursuant to Order R-14314, WPX Energy Production, LLC (WPX) respectfully requests an additional six-month extension to the determination of cessation of operations for the Section 30 Recycling Facility and Containment (Permit/Registration #3RF-3). Order R-14314 provides a six-month extension to the determination of cessation of operations for the facility through 9/30/17, and further provides that the Division Director may approve an additional six-month extension without hearing. At this time, WPX has placed its Rosa dry gas assets on the market for sale. It is anticipated that the new owner will be identified by mid-September and closing will take place by year end. With the current APD inventory in Rosa, the new owner could potentially begin drilling shortly after closing or as soon as winter restrictions are lifted in 2018. Approval of this extension will enable the new owner to use the facility in its drilling program for the associated Rosa Unit, thereby preventing waste. The new effective date for the extension will be 3/31/2018. 3/31/2016 Rig Release Date: Spud Date: I hereby certify that the information above is true and complete to the best of my knowledge and belief. DATE <u>8/</u>23/2017 TITLE Regulatory Manager E-mail address: heather.riley@wpxenergy.com PHONE: 505-333-1822 Type or print name: Heather Riley For State Use Only TITLE Division Director APPROVED BY: Conditions of Approval (if any):

Attached

## **Conditions of Approval**

C-103 for 6-Month Extension for Cessation of Operations dated 23Aug17 Effective to date 31Mar18

## Reference

- 1) Section 30 Recycling Facility Permit #3F-3 WPX Rosa Unit
- 2) Order R-14314

## Conditions

- 1) Take necessary actions to keep fresh water accumulation within the containment to a minimum and prevent damage from freezing.
- 2) Inspect and take photographs of the Facility weekly.
- 3) In the event of leaks from or damage to the Facility, the operator must do the following.
  - a. Notify OCD District III within 72 hours of knowledge of leaks or damage.
  - b. Submit a Corrective Action Plan (CAP) to repair the leaks or damage with seven days of notification above.
  - c. Upon OCD's approval of the CAP, complete the repairs per the OCD-approved schedule.
- 4) By the 15<sup>th</sup> of the month, submit monthly reports to OCD District III of inspection results with photographs and progress on CAPs, if any.
- 5) Verify liner integrity before returning the containment to service.

David Catanach, Director Oil Conservation Division