

Office
District I - (575) 393-6161
325 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM
87505

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

WELL API NO. 30-045-35441
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. L2986-1
7. Lease Name or Unit Agreement Name
8. Well Number CHACO 2408- 32P #114H
9. OGRID Number 120782
10. Pool name or Wildcat Nageezi Gallup

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)
1. Type of Well: Oil Well Gas Well Other

2. Name of Operator
WPX Energy Production, LLC

3. Address of Operator
721 SOUTH MAIN AZTEC, NM 87410

4. Well Location
SHL Unit Letter P : 1203' feet from the S line and 382' feet from the E line
Section 32 Township 24N Range 08W NMPM County SAN JUAN
BHL Unit Letter L : 2258' feet from the S line and 391' feet from the W line
Section 32 Township 24N Range 08W NMPM County SAN JUAN

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
7017 GR

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

- PERFORM REMEDIAL WORK
- TEMPORARILY ABANDON
- PULL OR ALTER CASING
- DOWNHOLE COMMINGLE
- OTHER: Install buy back meter for gas lift operations

SUBSEQUENT REPORT OF:

- REMEDIAL WORK
- COMMENCE DRILLING OPNS.
- CASING/CEMENT JOB
- OTHER:
- ALTERING CASING
- P AND A

RCVD APR 29 11:13
OIL CONS. DIV.
DIST. 3

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.

WPX Energy intends to install a buy-back gas meter on this well for gas lift operations as per attached drawing. The Buy-back fuel meter will have two check valves installed in sequence. Vent valves will be placed between each check valve, installed on the downstream side of the meter, to allow for integrity testing. Both check valves will be required to be sealed and seal numbers recorded in a seal log to prevent tampering. The check valves will be tested on a quarterly basis and documented. Records will be recorded and available for inspection.

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Randy VanDenBerg TITLE District Operations Manager DATE 4/29/2013

Type or print name Randy VanDenBerg E-mail address: RandyN.VanDenBerg@wpxenergy.com PHONE: 333-1801

For State Use Only

APPROVED BY: [Signature] TITLE Deputy Oil & Gas Inspector, District #3 DATE 4/29/13
Conditions of Approval (if any): AV

