

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: 11-3-16

Well information;

Operator WXP, Well Name and Number WLP rock Unit # 720 H

API# 30-045-35818, Section 23, Township 23 N/S, Range 9 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 NSD, 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.

Charlton  
NMOCD Approved by Signature

12-8-2016  
Date

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

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

1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. NOG13121862
1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input 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 EASTERN NAVAJO
2. Name of Operator WPX ENERGY LLC		7. If Unit or CA Agreement, Name and No. WEST LYBROOK UNIT / NMNM13521671
3a. Address 720 S Main Aztec NM 87410		8. Lease Name and Well No. W LYBROOK UT 720H
3b. Phone No. (include area code) (505)333-1822		9. API Well No. 30-045-35818
4. Location of Well (Report location clearly and in accordance with any State requirements.)* At surface NWSE / 2587 FSL / 2062 FEL / LAT 36.212272 / LONG -107.756201 At proposed prod. zone NWNE / 330 FNL / 2175 FEL / LAT 36.233067 / LONG -107.774511		10. Field and Pool, or Exploratory LYBROOK MANCOS W / LYBROOK MA
14. Distance in miles and direction from nearest town or post office* Required		11. Sec., T. R. M. or Blk. and Survey or Area SEC 23 / T23N / R9W / NMP
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 20 feet	16. No. of acres in lease 160	12. County or Parish SAN JUAN
17. Spacing Unit dedicated to this well 480	13. State NM	17. Spacing Unit dedicated to this well OIL CONS. DIV DIST. 3 DEC 01 2016
18. Distance from proposed location* to nearest well, drilling, completed, 2062 feet applied for, on this lease, ft.	19. Proposed Depth 4709 feet / 14398 feet	20. BLM/BIA Bond No. on file IND: B001576
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 6719 feet	22. Approximate date work will start* 12/01/2016	23. Estimated duration 30 days
24. 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.

25. Signature (Electronic Submission)	Name (Printed/Typed) Lacey Granillo / Ph: (505)333-1816	Date 11/03/2016
Title Permitting Tech III		
Approved by (Signature) Chip Hamaden	Name (Printed/Typed) Chip Hamaden	Date 11/29/16
Title Acting AFM-Minerals	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)

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

This action is subject to  
technical and procedural review  
pursuant to 43 CFR 3165.3 and  
appeal pursuant to 43 CFR 3165.4

NMOCD TV

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

OIL CONS. DIV DIST. 3

WELL LOCATION AND ACREAGE DEDICATION PLAT

DEC 08 2016

*API Number <b>30-045-35818</b>		*Pool Code <b>98157</b>		*Pool Name LYBROOK MANCOS W	
*Property Code <b>315250</b>		*Property Name W LYBROOK UNIT		*Well Number 720H	
*GRID No. 120782		*Operator Name WPX ENERGY PRODUCTION, LLC		*Elevation 6719'	

<sup>10</sup> Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
J	23	23N	9W		2587	SOUTH	2062	EAST	SAN JUAN

<sup>11</sup> Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
B	15	23N	9W		330	NORTH	2175	EAST	SAN JUAN

<sup>12</sup> Dedicated Acres 440.0 SW/4 NW/4, N/2 SW/4 SE/4 SW/4, SW/4 SE/4 - Section 14 N/2 NE/4, SE/4 NE/4 - Section 15 N/2 NE/4, SE/4 NE/4 - Section 23

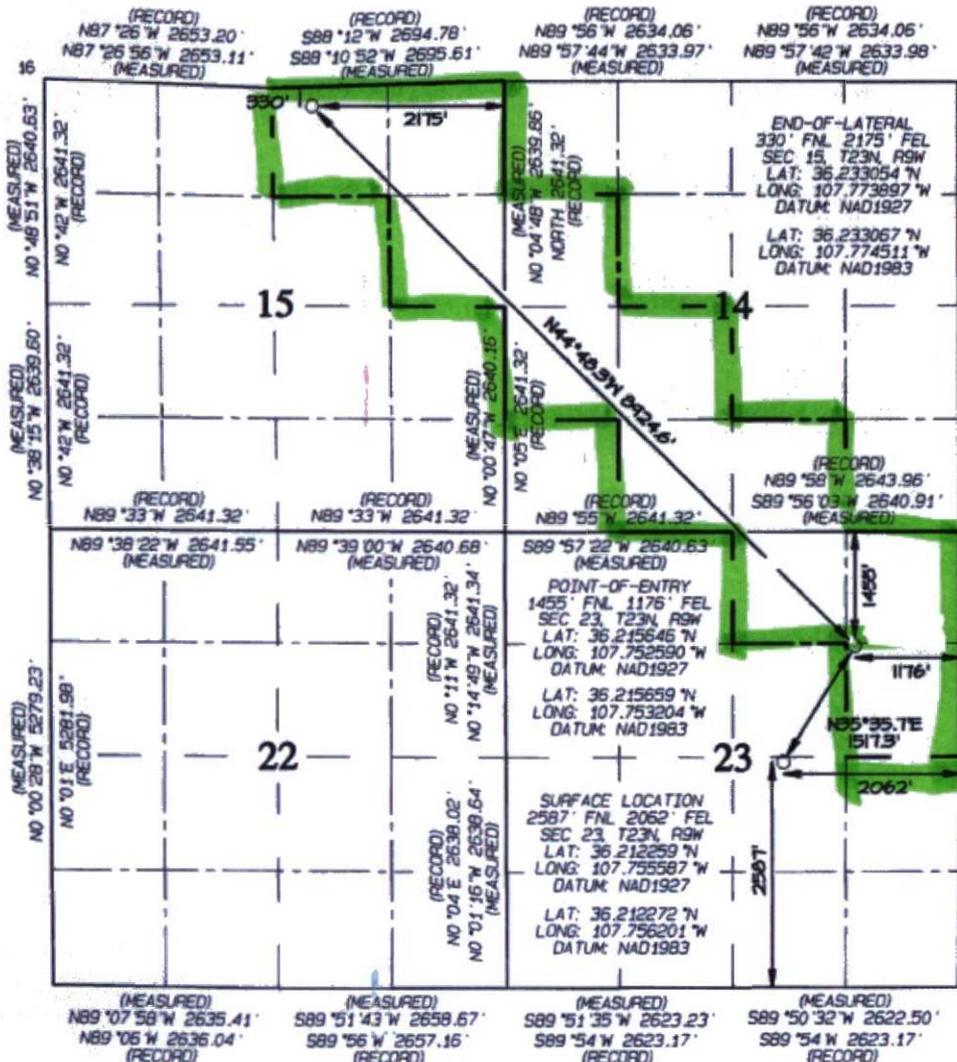
<sup>13</sup> Joint or Infill

<sup>14</sup> Consolidation Code

<sup>15</sup> Order No.

R-14051 - 12,807.24 Acres

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



<sup>17</sup> 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 hereinafter entered by the division.

Signature: *[Signature]* Date: 11-16  
 Printed Name: *[Name]*  
 E-mail Address: *[Email]*

<sup>18</sup> 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: OCTOBER 18, 2016  
 Survey Date: OCTOBER 19, 2015

Signature and Seal of Professional Surveyor



JASON C. EDWARDS

Certificate Number 15269

**WPX Energy****Operations Plan**

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

<b>Date:</b>	November 2, 2016	<b>Field:</b>	Lybrook Mancos W
<b>Well Name:</b>	W Lybrook UT #720H	<b>Surface:</b>	
<b>SH Location:</b>	NWSE Sec 23-23N-09W	<b>Elevation:</b>	6719' GR
<b>BH Location:</b>	NWNE Sec 15-23N-09W	<b>Minerals:</b>	

**Measured Depth:** 14,398.08'

**I. GEOLOGY**

Surface formation - NACIMIENTO

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

NAME	MD	TVD	NAME	MD	TVD
OJO ALAMO	424.00	424.00	POINT LOOKOUT	3,653.00	3,411.00
KIRTLAND	632.00	632.00	MANCOS	3,862.00	3,598.00
PICTURED CLIFFS	1,011.00	1,008.00	GALLUP	4,253.00	3,947.00
LEWIS	1,124.00	1,119.00	KICKOFF POINT	4,241.81	3,937.25
CHACRA	1,392.00	1,378.00	TOP TARGET	5,387.00	4,709.00
CLIFF HOUSE	2,580.00	2,453.00	LANDING POINT	5,473.54	4,714.85
MENEFEE	2,635.00	2,502.00	BASE TARGET	5,473.54	4,714.85
			TD	14,398.08	4,709.00

**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"	5,473.54'	7"	23 LBS	J-55 or equiv	LTC
PRODUCTION	6.125"	5323.54' - 14,398.08'	4.5"	11.6 LBS	P-110 or equiv	LTC
TIE BACK	6.125"	Surf. - 5323.54'	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: 102 bbls, 292 sks, (574 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/ +/- 215 bbl Drilling mud or water. Total Cement: 161 bbls, 546 sks, (905 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 (889 sx /1209 cuft /215 bbls). Tail Spacer: 20 BBL of MMCR. Displacement: Displace w/ +/-196bbl Fr Water. Total Cement (889 sx /1209bbls).

**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. 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.

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.

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**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).

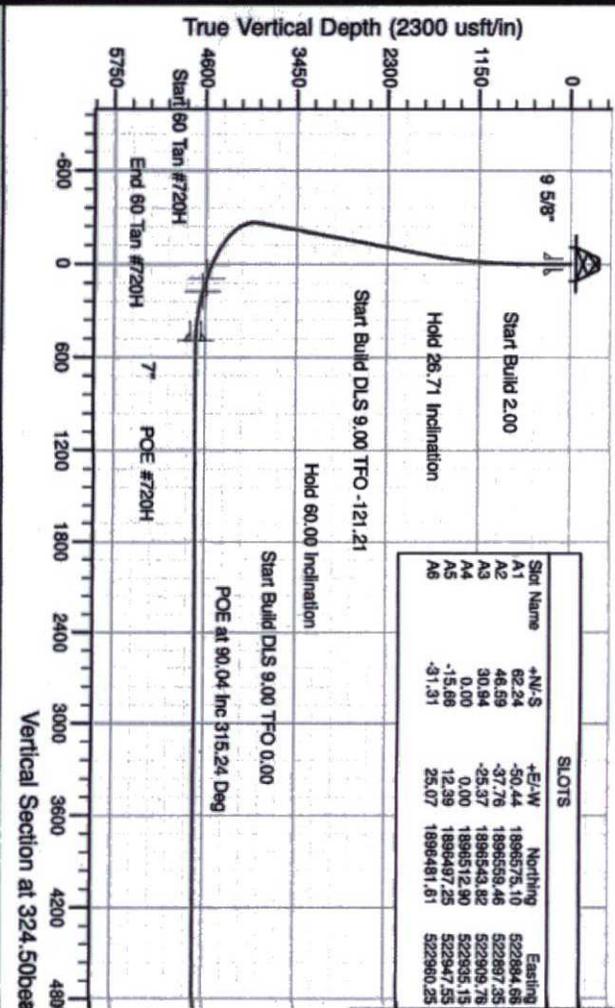
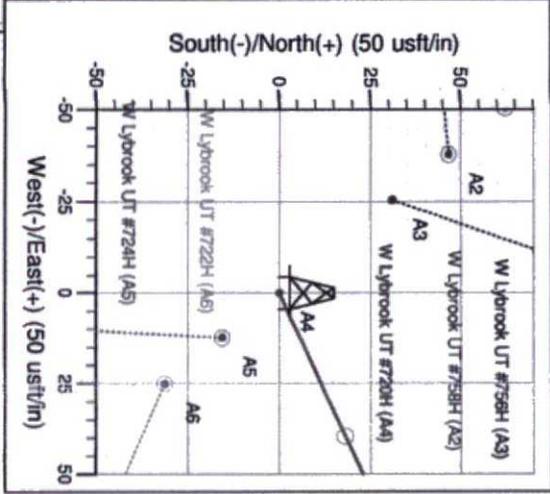
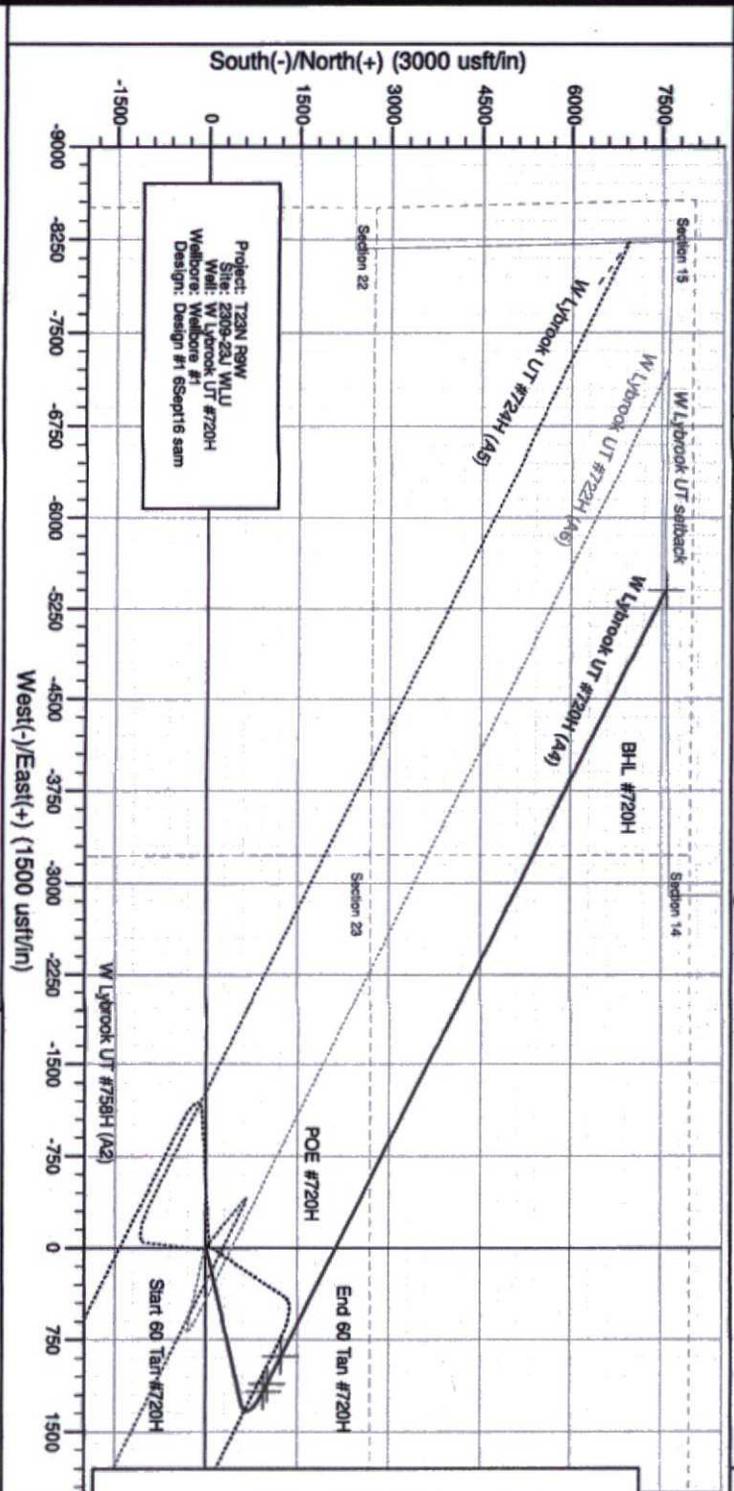
+N/-S 0.00 +E/-W 0.00 Northing 1896512.90

Surface Location: 2309-23J WLU  
 US State Plane 1927 (Exact solution) New Mexico West 3003  
 Ground Elevation: 6719.00  
 Easting 522935.15 Latitude 36.212259 Longitude -107.755587  
 GL @ 6719.00usft

Well Name: W Lybrook UT #720H

Slot A4

**M** Azimuths to True North  
 Magnetic North: 9.28°  
 Magnetic Field  
 Strength: 49815.7nT  
 Dip Angle: 62.90°  
 Date: 9/6/2016  
 Model: IGRF2015



Slot Name	+N/-S	+E/-W	Northing	Easting
A1	62.24	-50.44	1896575.10	522894.68
A2	48.59	-37.76	1896559.46	522897.35
A3	30.84	-25.97	1896543.82	522898.78
A4	0.00	0.00	1896512.90	522895.15
A5	-15.68	12.39	1896497.25	522947.55
A6	-31.31	25.07	1896481.61	522900.25

Name	TVD	+N/-S	+E/-W	Northing	Easting	Latitude	Longitude	Shape
Start 60 Tan #720H	4573.56	945.20	1169.43	1897459.04	524103.82	36.214565	-107.751623	Point
End 60 Tan #720H	4623.56	1006.69	1108.45	1897520.48	524042.79	36.215024	-107.751829	Point
POE #720H	4714.85	1233.01	894.03	1897746.62	523618.19	36.215646	-107.752590	Point
BHL #720H	4709.00	7570.15	-5399.91	1904078.72	517329.17	96.230054	-107.778977	Point

TVD	MD	Inc	Azi	+N/-S	+E/-W	Vsect	Departure	Annotation
500.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00	
1787.52	1835.35	28.71	63.48	128.85	278.06	-86.21	305.63	Start Build 2.00
3937.25	4241.81	26.71	63.48	578.73	1282.04	-86.21	1387.16	Hold 26.71 Inclination
4573.56	5039.80	60.00	315.24	945.20	1169.43	90.39	1832.67	Start Build DLS 9.00 TFC -121.21
4623.56	5138.80	60.00	315.24	1006.69	1108.45	175.86	1919.27	Hold 80.00 Inclination
4692.25	5303.04	74.69	315.24	1113.37	1002.67	324.14	2069.51	Start Build DLS 9.00 TFC 0.00
4714.85	5473.54	90.04	315.24	1233.01	894.03	490.43	2237.99	Start Build DLS 9.00 TFC 0.00
4709.00	14398.08	90.04	315.24	7570.15	-5399.91	9298.72	11162.53	POE at 90.04 Inc 315.24 Deg

Vertical Section at 324.50bearing (1200 usft/in)	Vertical Section at 324.50bearing (1200 usft/in)
BHL #720H	TD at 14398.08

DESIGN TARGET DETAILS

# **WPX Energy**

**T23N R9W**

**2309-23J WLU**

**W Lybrook UT #720H - Slot A4**

**Wellbore #1**

**Plan: Design #1 6Sept16 sam**

## **Standard Planning Report**

**06 September, 2016**

**WPX**  
Planning Report

<b>Database:</b>	COMPASS	<b>Local Co-ordinate Reference:</b>	Well W Lybrook UT #720H (A4) - Slot A4
<b>Company:</b>	WPX Energy	<b>TVD Reference:</b>	GL @ 6719.00usft
<b>Project:</b>	T23N R9W	<b>MD Reference:</b>	GL @ 6719.00usft
<b>Site:</b>	2309-23J WLU	<b>North Reference:</b>	True
<b>Well:</b>	W Lybrook UT #720H	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	Wellbore #1		
<b>Design:</b>	Design #1 6Sept16 sam		

<b>Project</b>	T23N R9W		
<b>Map System:</b>	US State Plane 1927 (Exact solution)	<b>System Datum:</b>	Mean Sea Level
<b>Geo Datum:</b>	NAD 1927 (NADCON CONUS)		
<b>Map Zone:</b>	New Mexico West 3003		

<b>Site</b>	2309-23J WLU				
<b>Site Position:</b>		<b>Northing:</b>	1,896,575.10 usft	<b>Latitude:</b>	36.212430
<b>From:</b>	Map	<b>Easting:</b>	522,884.66 usft	<b>Longitude:</b>	-107.755758
<b>Position Uncertainty:</b>	0.00 usft	<b>Slot Radius:</b>	13.200 in	<b>Grid Convergence:</b>	0.05 °

<b>Well</b>	W Lybrook UT #720H - Slot A4					
<b>Well Position</b>	<b>+N/-S</b>	-62.24 usft	<b>Northing:</b>	1,896,512.90 usft	<b>Latitude:</b>	36.212259
	<b>+E/-W</b>	50.44 usft	<b>Easting:</b>	522,935.15 usft	<b>Longitude:</b>	-107.755587
<b>Position Uncertainty</b>		0.00 usft	<b>Wellhead Elevation:</b>	0.00 usft	<b>Ground Level:</b>	6,719.00 usft

<b>Wellbore</b>	Wellbore #1				
<b>Magnetics</b>	<b>Model Name</b>	<b>Sample Date</b>	<b>Declination</b> (°)	<b>Dip Angle</b> (°)	<b>Field Strength</b> (nT)
	IGRF2015	9/6/2016	9.28	62.90	49,817

<b>Design</b>	Design #1 6Sept16 sam			
<b>Audit Notes:</b>				
<b>Version:</b>	<b>Phase:</b>	PLAN	<b>Tie On Depth:</b>	0.00
<b>Vertical Section:</b>	<b>Depth From (TVD)</b> (usft)	<b>+N/-S</b> (usft)	<b>+E/-W</b> (usft)	<b>Direction</b> (bearing)
	0.00	0.00	0.00	324.50

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	
1,835.35	26.71	65.48	1,787.52	126.85	278.06	2.00	2.00	0.00	65.48	
4,241.81	26.71	65.48	3,937.25	575.73	1,262.04	0.00	0.00	0.00	0.00	
5,039.80	60.00	315.24	4,579.56	945.20	1,169.43	9.00	4.17	-13.81	-121.21	Start 60 Tan #720H
5,139.80	60.00	315.24	4,629.56	1,006.69	1,108.45	0.00	0.00	0.00	0.00	End 60 Tan #720H
5,303.04	74.69	315.24	4,692.26	1,113.37	1,002.67	9.00	9.00	0.00	0.00	
5,473.54	90.04	315.24	4,714.85	1,233.01	884.03	9.00	9.00	0.00	0.00	POE #720H
14,398.08	90.04	315.24	4,709.00	7,570.15	-5,399.91	0.00	0.00	0.00	0.00	BHL #720H

**WPX**  
Planning Report

Database:	COMPASS	Local Co-ordinate Reference:	Well W Lybrook UT #720H (A4) - Slot A4
Company:	WPX Energy	TVD Reference:	GL @ 6719.00usft
Project:	T23N R9W	MD Reference:	GL @ 6719.00usft
Site:	2309-23J WLU	North Reference:	True
Well:	W Lybrook UT #720H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Design #1 6Sept16 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	0.00
320.00	0.00	0.00	320.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>9 5/8"</b>										
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Start Build 2.00</b>										
1,000.00	10.00	65.48	997.47	18.06	39.60	-8.29	2.00	2.00	0.00	0.00
1,500.00	20.00	65.48	1,479.82	71.71	157.18	-32.90	2.00	2.00	0.00	0.00
1,835.35	26.71	65.48	1,787.52	126.85	278.06	-58.21	2.00	2.00	0.00	0.00
<b>Hold 26.71 inclination</b>										
2,000.00	26.71	65.48	1,934.60	157.56	345.38	-72.30	0.00	0.00	0.00	0.00
2,500.00	26.71	65.48	2,381.26	250.82	549.83	-115.10	0.00	0.00	0.00	0.00
3,000.00	26.71	65.48	2,827.92	344.09	754.28	-157.89	0.00	0.00	0.00	0.00
3,500.00	26.71	65.48	3,274.58	437.35	958.72	-200.89	0.00	0.00	0.00	0.00
4,000.00	26.71	65.48	3,721.23	530.62	1,163.17	-243.49	0.00	0.00	0.00	0.00
4,241.81	26.71	65.48	3,937.25	575.73	1,262.04	-264.19	0.00	0.00	0.00	0.00
<b>Start Build DLS 9.00 TFO -121.21</b>										
4,500.00	24.11	9.80	4,173.65	652.84	1,324.66	-237.77	9.00	-1.00	-21.57	-21.57
5,000.00	56.80	317.14	4,558.71	920.75	1,192.90	56.85	9.00	6.54	-10.53	-10.53
5,039.80	60.00	315.24	4,579.56	945.20	1,169.43	90.39	9.00	8.03	-4.77	-4.77
<b>Hold 60.00 inclination</b>										
5,139.80	60.00	315.24	4,629.56	1,006.69	1,108.45	175.86	0.00	0.00	0.00	0.00
<b>Start Build DLS 9.00 TFO 0.00</b>										
5,303.04	74.69	315.24	4,692.26	1,113.37	1,002.67	324.14	9.00	9.00	0.00	0.00
<b>Start DLS 9.00 TFO 0.00</b>										
5,473.54	90.04	315.24	4,714.85	1,233.01	884.03	490.43	9.00	9.00	0.00	0.00
<b>POE at 90.04 Inc 315.24 Deg</b>										
5,474.00	90.04	315.24	4,714.85	1,233.33	883.71	490.88	0.00	0.00	0.00	0.00
<b>7"</b>										
5,500.00	90.04	315.24	4,714.83	1,251.80	865.40	516.54	0.00	0.00	0.00	0.00
6,000.00	90.04	315.24	4,714.51	1,606.84	513.34	1,010.03	0.00	0.00	0.00	0.00
6,500.00	90.04	315.24	4,714.18	1,961.88	161.28	1,503.52	0.00	0.00	0.00	0.00
7,000.00	90.04	315.24	4,713.85	2,316.92	-190.78	1,997.00	0.00	0.00	0.00	0.00
7,500.00	90.04	315.24	4,713.52	2,671.96	-542.84	2,490.49	0.00	0.00	0.00	0.00
8,000.00	90.04	315.24	4,713.19	3,027.00	-894.90	2,983.98	0.00	0.00	0.00	0.00
8,500.00	90.04	315.24	4,712.87	3,382.04	-1,246.96	3,477.47	0.00	0.00	0.00	0.00
9,000.00	90.04	315.24	4,712.54	3,737.08	-1,599.02	3,970.95	0.00	0.00	0.00	0.00
9,500.00	90.04	315.24	4,712.21	4,092.12	-1,951.08	4,464.44	0.00	0.00	0.00	0.00
10,000.00	90.04	315.24	4,711.88	4,447.16	-2,303.14	4,957.93	0.00	0.00	0.00	0.00
10,500.00	90.04	315.24	4,711.56	4,802.20	-2,655.20	5,451.42	0.00	0.00	0.00	0.00
11,000.00	90.04	315.24	4,711.23	5,157.24	-3,007.26	5,944.90	0.00	0.00	0.00	0.00
11,500.00	90.04	315.24	4,710.90	5,512.28	-3,359.32	6,438.39	0.00	0.00	0.00	0.00
12,000.00	90.04	315.24	4,710.57	5,867.32	-3,711.38	6,931.88	0.00	0.00	0.00	0.00
12,500.00	90.04	315.24	4,710.24	6,222.36	-4,063.44	7,425.37	0.00	0.00	0.00	0.00
13,000.00	90.04	315.24	4,709.92	6,577.40	-4,415.50	7,918.85	0.00	0.00	0.00	0.00
13,500.00	90.04	315.24	4,709.59	6,932.44	-4,767.56	8,412.34	0.00	0.00	0.00	0.00
14,000.00	90.04	315.24	4,709.26	7,287.48	-5,119.62	8,905.83	0.00	0.00	0.00	0.00
14,398.08	90.04	315.24	4,709.00	7,570.15	-5,399.91	9,298.72	0.00	0.00	0.00	0.00
<b>TD at 14398.08</b>										

**WPX**  
Planning Report

Database:	COMPASS	Local Co-ordinate Reference:	Well W Lybrook UT #720H (A4) - Slot A4
Company:	WPX Energy	TVD Reference:	GL @ 6719.00usft
Project:	T23N R9W	MD Reference:	GL @ 6719.00usft
Site:	2309-23J WLU	North Reference:	True
Well:	W Lybrook UT #720H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Design #1 8Sept16 sam		

Design Targets									
Target Name	Dip Angle	Dip Dir.	TVD	+N/-S	+E/-W	Northing	Easting	Latitude	Longitude
- hit/miss target	(°)	(bearing)	(usft)	(usft)	(usft)	(usft)	(usft)		
- Shape									
Start 60 Tan #720H - plan hits target center - Point	0.00	0.00	4,579.56	945.20	1,169.43	1,897,459.04	524,103.82	36.214856	-107.751623
End 60 Tan #720H - plan hits target center - Point	0.00	0.00	4,629.56	1,006.69	1,108.45	1,897,520.48	524,042.79	36.215025	-107.751830
BHL #720H - plan hits target center - Point	0.00	0.00	4,709.00	7,570.15	-5,399.91	1,904,078.72	517,529.17	36.233054	-107.773897
POE #720H - plan hits target center - Point	0.00	0.00	4,714.85	1,233.01	884.03	1,897,746.62	523,818.19	36.215646	-107.752590

Casing Points					
Measured Depth	Vertical Depth		Name	Casing Diameter	Hole Diameter
(usft)	(usft)			(in)	(in)
320.00	320.00	9 5/8"		9.625	12.250
5,474.00	4,714.85	7"		7.000	8.750

Plan Annotations					
Measured Depth	Vertical Depth	Local Coordinates		Comment	
(usft)	(usft)	+N/-S (usft)	+E/-W (usft)		
500.00	500.00	0.00	0.00	Start Build 2.00	
1,835.35	1,787.52	126.85	278.06	Hold 26.71 Inclination	
4,241.81	3,937.25	575.73	1,262.04	Start Build DLS 9.00 TFO -121.21	
5,039.80	4,579.56	945.20	1,169.43	Hold 60.00 Inclination	
5,139.80	4,629.56	1,006.69	1,108.45	Start Build DLS 9.00 TFO 0.00	
5,303.04	4,692.26	1,113.37	1,002.67	Start DLS 9.00 TFO 0.00	
5,473.54	4,714.85	1,233.01	884.03	POE at 90.04 Inc 315.24 Deg	
14,398.08	4,709.00	7,570.15	-5,399.91	TD at 14398.08	

## 7. METHODS FOR HANDLING WASTE

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### A. Cuttings

- 1 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

- 1 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

- 1 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

- 1 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.
- 2 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.

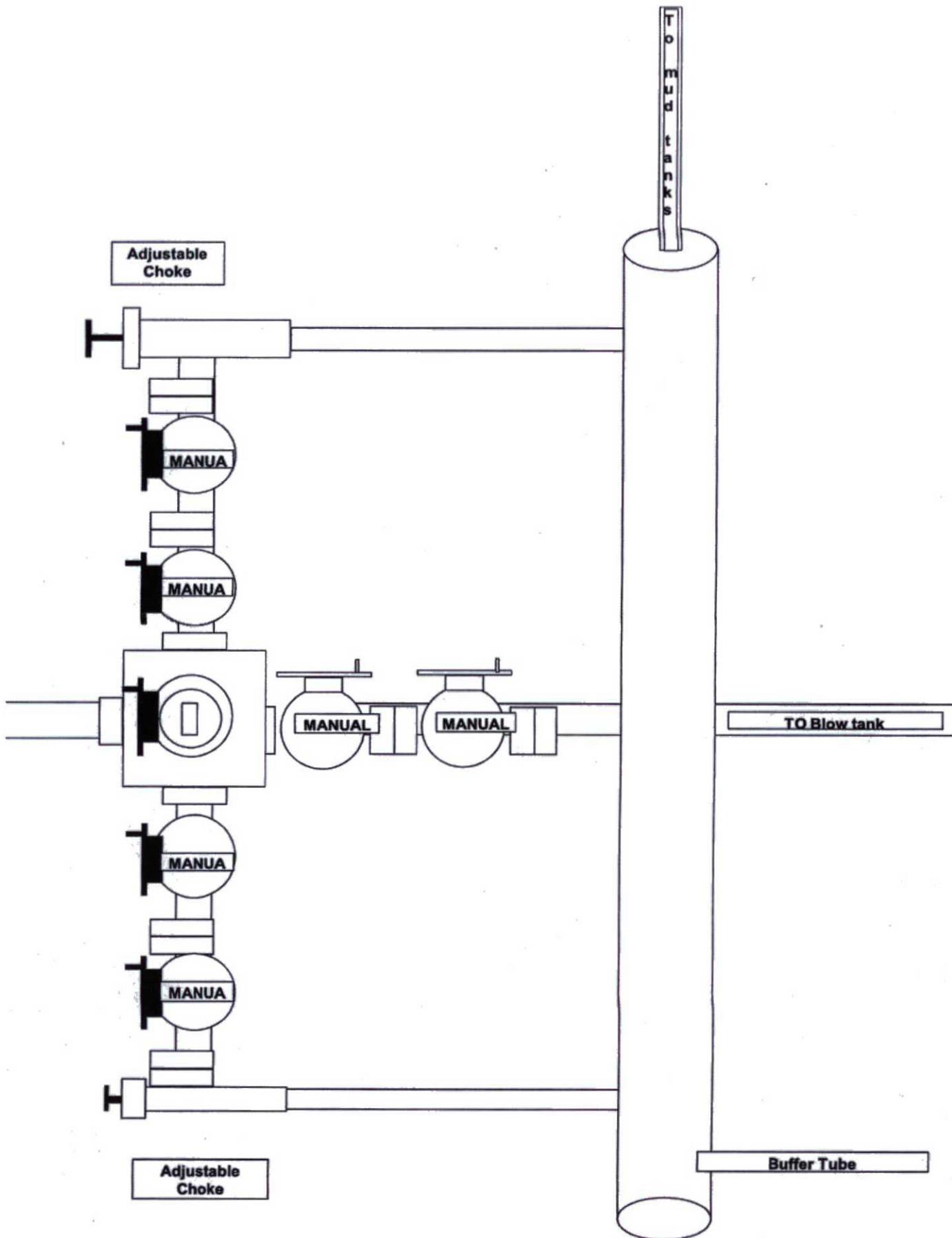
### A. Produced Water:

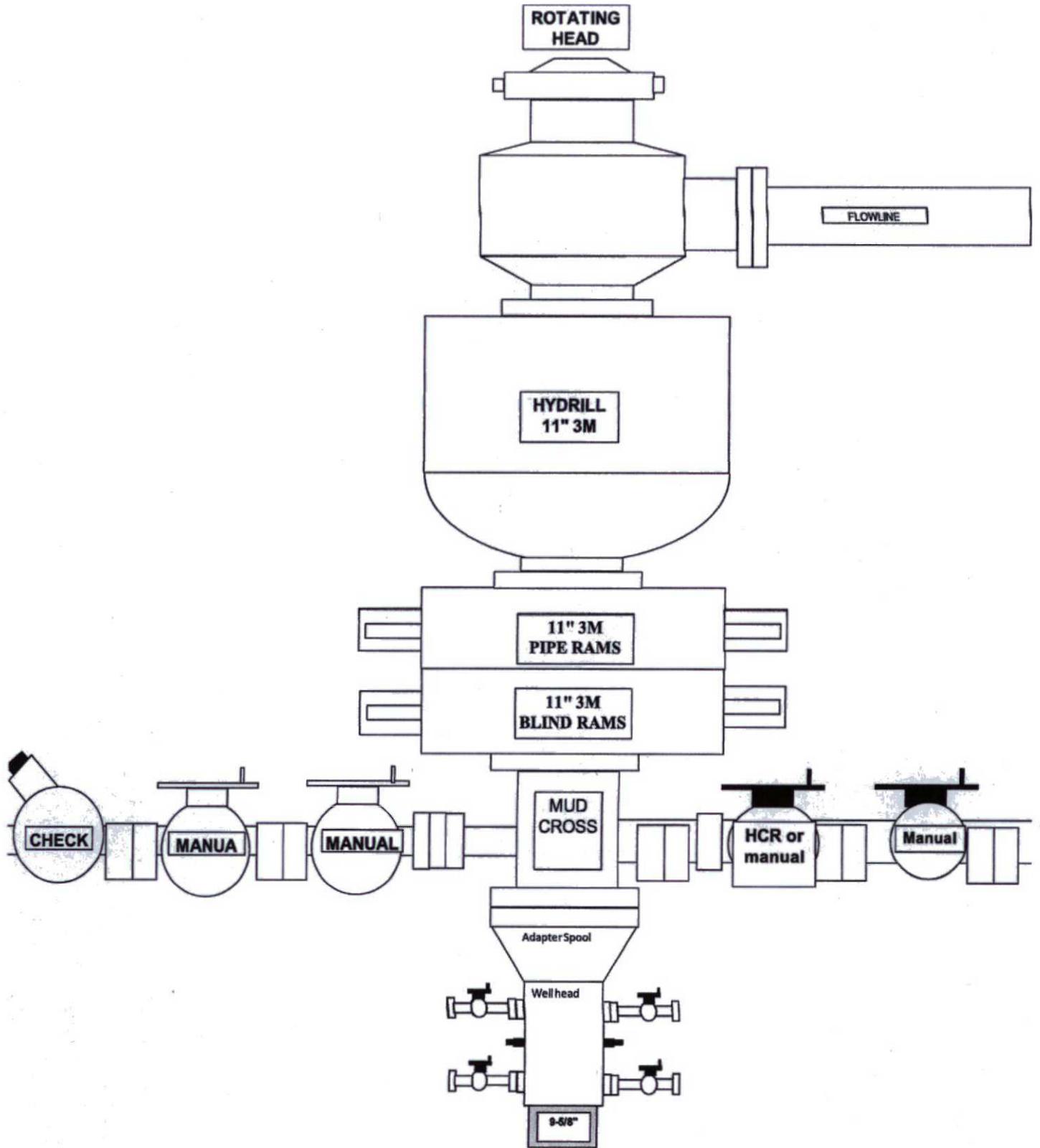
- 1 WPX Energy will dispose of produced water from this well at one of the following facilities:
  - Lybrook Yard WDW #1, API #30-039-27533, NMOCD permit #SWD-907, operated by Elm Ridge Resources, located in NE ¼, Section 14, Township 23 North, Range 7 West
  - Jillson Federal #1, NMOCD order #R-10168, operated by ConocoPhillips, located in NW 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
- 2 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

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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 #720H  
2587' FSL & 2062' FEL, Section 23, T23N, R9W, N.M.P.M., San Juan County, NM

Latitude: 36.212272°N Longitude: 107.756201°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 which continues for 6451.2' to staked WPX W Lybrook Unit #758H location.