

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: 2/1/2017

Well information;

Operator WAX, Well Name and Number W Lybrook UT 7414

API# 30-045-35831, Section 28, 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 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.

Charles X. Serna  
NMOCD Approved by Signature

6-12-2017  
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

5. Lease Serial No. NOG14031938	
6. If Indian, Allottee or Tribe Name EASTERN NAVAJO	
7. If Unit or CA Agreement, Name and No. INITIAL MANCOS PA / NMNM135216A	
8. Lease Name and Well No. W LYBROOK UT 741H	
9. API Well No. 30.045.35831	
1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER	10. Field and Pool, or Exploratory LYBROOK MANCOS W / LYBROOK MA
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	11. Sec., T. R. M. or Blk. and Survey or Area SEC 28 / T23N / R9W / NMP
2. Name of Operator WPX ENERGY LLC	
3a. Address 720 S Main Aztec NM 87410	3b. Phone No. (include area code) (505)333-1822
12. County or Parish SAN JUAN	
13. State NM	
14. Distance in miles and direction from nearest town or post office* 37.8 miles	
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
17. Spacing Unit dedicated to this well 280	18. Distance from proposed location* to nearest well, drilling, completed, 145 feet applied for, on this lease, ft.
19. Proposed Depth 4273 feet / 11192 feet	20. BLM/BIA Bond No. on file FED: UTB000178 / IND: B001576
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 6540 feet	22. Approximate date work will start* 04/01/2017
23. Estimated duration 30 days	
24. Attachments	

OIL CONS. DIV. DIST. 3

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, must be attached to this form: JUN 01 2017

- |  |   |
|--|---|
| 1. Well plat certified by a registered surveyor.   | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan.  | 5. Operator certification   |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office). | 6. 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 02/01/2017
Title Permitting Tech III		
Approved by (Signature) <i>[Signature]</i>	Name (Printed/Typed)	Date 6/1/17
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)

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



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 <b>30045-35831</b>	*Pool Code 98157	*Pool Name LYBROOK MANCOS W
*Property Code 315250	*Property Name W LYBROOK UNIT	*Well Number 741H
*GRID No 120782	*Operator Name WPX ENERGY PRODUCTION, LLC	*Elevation 6540

<sup>10</sup> Surface Location

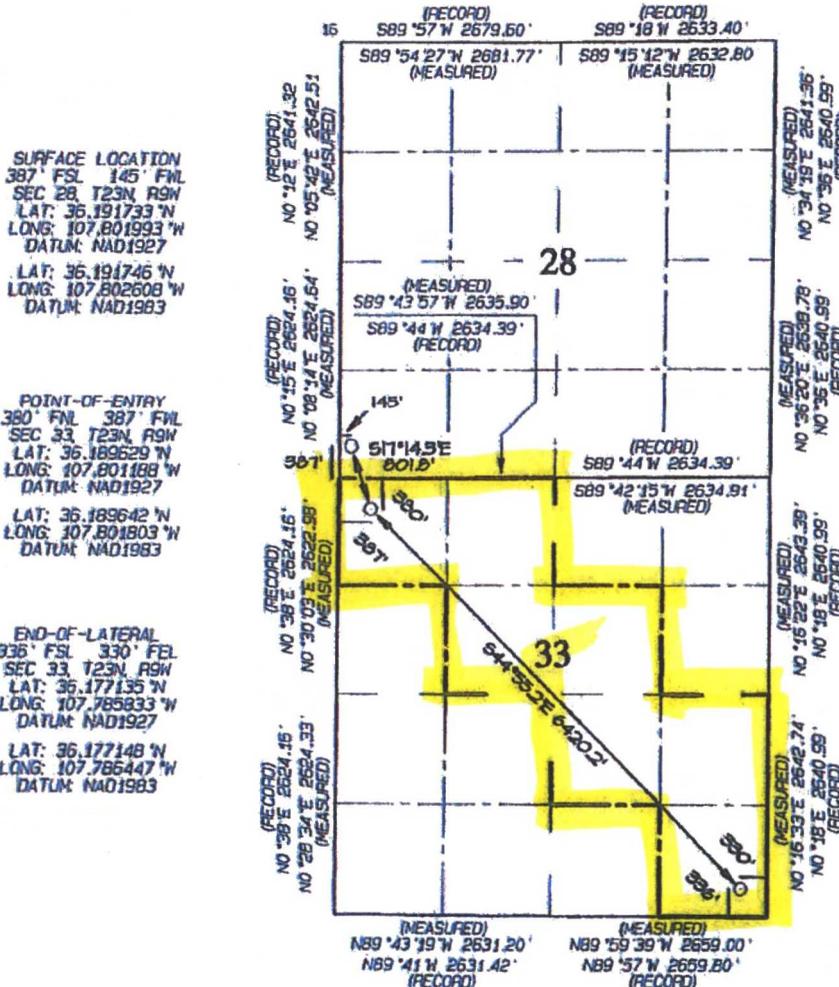
U. or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	28	23N	9W		387	SOUTH	145	WEST	SAN JUAN

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

U. or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	33	23N	9W		336	SOUTH	330	EAST	SAN JUAN

<sup>12</sup> Dedicated Acres 280.0	N/2 NW/4, SE/4 NW/4 SW/4 NE/4, N/2 SE/4 SE/4 SE/4 - Section 33	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No. R-14051 - 12,807.24 Acres
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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



**SURFACE LOCATION**  
387' FSL 145' FWL  
SEC 28, T23N, R9W  
LAT: 36.191733° N  
LONG: 107.801993° W  
DATUM: NAD1927  
LAT: 36.191746° N  
LONG: 107.802608° W  
DATUM: NAD1983

**POINT-OF-ENTRY**  
380' FSL 387' FWL  
SEC 33, T23N, R9W  
LAT: 36.189629° N  
LONG: 107.801188° W  
DATUM: NAD1927  
LAT: 36.189642° N  
LONG: 107.801803° W  
DATUM: NAD1983

**END-OF-LATERAL**  
336' FSL 330' FEL  
SEC 33, T23N, R9W  
LAT: 36.177135° N  
LONG: 107.785833° W  
DATUM: NAD1927  
LAT: 36.177148° N  
LONG: 107.786447° 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: *Lacey Granillo* Date: 1-30-11  
Printed Name: Lacey Granillo  
E-mail Address: lacey.granillo@wpxenergy.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: JANUARY 11, 2017  
Survey Date: FEBRUARY 24, 2015

Signature and Seal of Professional Surveyor

**JASON C. EDWARDS**  
NEW MEXICO  
15269  
REGISTERED PROFESSIONAL SURVEYOR

**JASON C. EDWARDS**  
Certificate Number 15269

Navajo Surface Federal Minerals



## WPX Energy

### Operations Plan

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

**Date:** January 26, 2017  
**Well Name:** W Lybrook UT #741H  
**SH Location:** SWSW Sec 28-23N-09W  
**BH Location:** SESE Sec 33 -23N-09W  
**Field:** Lybrook Mancos W  
**Surface:**  
**Elevation:** 6540' GR  
**Minerals:**

**Measured Depth:** 11,192.34'

## **I. GEOLOGY**

Surface formation - OJO ALAMO/ NACIMIENTO

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

NAME	MD	TVD	NAME	MD	TVD
OJO ALAMO	9.00	9.00	POINT LOOKOUT	3,076.00	3,076.00
KIRTLAND	171.00	171.00	MANCOS	3,251.00	3,251.00
PICTURED CLIFFS	739.00	739.00	GALLUP	3,590.00	3,590.00
LEWIS	823.00	823.00	KICKOFF POINT	3,658.03	3,637.19
CHACRA	1,040.00	1,040.00	TOP TARGET	3,510.00	4,320.00
CLIFF HOUSE	2,147.00	2,147.00	LANDING POINT	4,771.99	4,329.00
MENELEE	2,164.00	2,164.00	BASE TARGET	4,771.99	4,329.00
			TD	11,192.34	4,273.00

### **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"	4,771.99'	7"	23 LBS	J-55 or equiv	LTC
PRODUCTION	6.125"	4621.99' - 11,192.34'	4.5"	11.6 LBS	P-110 or equiv	LTC
TIE BACK	6.125"	Surf. - 4621.99'	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: 82 bbls, 233 sks, (458 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/ +/- 188 bbl Drilling mud or water. Total Cement: 141 bbls, 487 sks, (789 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 (644 sx /875 cuft /156 bbls). Tail Spacer: 20 BBL of MMCR. Displacement: Displace w/ +/-150bbl Fr Water. Total Cement (644 sx /875bbls).

**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).

# **WPX Energy**

**T23N R9W**

**2309-28M WLU-KWU**

**W Lybrook UT #741H - Slot A3**

**Wellbore #1**

**Plan: Design #1 24May16 sam**

## **Standard Planning Report**

**25 May, 2016**

# WPX

## Planning Report

<b>Database:</b> COMPASS	<b>Local Co-ordinate Reference:</b> Well W Lybrook UT #741H (A3) - Slot A3
<b>Company:</b> WPX Energy	<b>TVD Reference:</b> GL @ 6540.00usft (Original Well Elev)
<b>Project:</b> T23N R9W	<b>MD Reference:</b> GL @ 6540.00usft (Original Well Elev)
<b>Site:</b> 2309-28M WLU-KWU	<b>North Reference:</b> True
<b>Well:</b> W Lybrook UT #741H	<b>Survey Calculation Method:</b> Minimum Curvature
<b>Wellbore:</b> Wellbore #1	
<b>Design:</b> Design #1 24May16 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> 2309-28M WLU-KWU			
<b>Site Position:</b>	<b>Northing:</b> 1,889,053.53 usft	<b>Latitude:</b> 36.191788	
<b>From:</b> Map	<b>Easting:</b> 509,247.80 usft	<b>Longitude:</b> -107.801993	
<b>Position Uncertainty:</b> 0.00 usft	<b>Slot Radius:</b> 13.200 in	<b>Grid Convergence:</b> 0.02 °	

<b>Well:</b> W Lybrook UT #741H - Slot A3			
<b>Well Position</b>	<b>+N/-S</b> -20.02 usft	<b>Northing:</b> 1,889,033.51 usft	<b>Latitude:</b> 36.191733
	<b>+E/-W</b> -0.01 usft	<b>Easting:</b> 509,247.80 usft	<b>Longitude:</b> -107.801993
<b>Position Uncertainty</b>	0.00 usft	<b>Wellhead Elevation:</b> 0.00 usft	<b>Ground Level:</b> 6,540.00 usft

<b>Wellbore:</b> Wellbore #1					
Magnetics	Model Name	Sample Date	Declination (°)	Dip Angle (°)	Field Strength (nT)
	IGRF200510	12/31/2009	10.00	63.03	50,587

<b>Design:</b> Design #1 24May16 sam				
<b>Audit Notes:</b>				
<b>Version:</b>	<b>Phase:</b> PLAN	<b>Tie On Depth:</b>	0.00	
Vertical Section:	Depth From (TVD) (usft)	+N/-S (usft)	+E/-W (usft)	Direction (bearing)
	0.00	0.00	0.00	138.09

<b>Plan Sections</b>										
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	
1,000.00	0.00	0.00	1,000.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,377.26	7.55	228.70	1,376.17	-16.37	-18.64	2.00	2.00	0.00	228.70	
3,658.03	7.55	228.70	3,637.19	-214.02	-243.64	0.00	0.00	0.00	0.00	
4,333.10	60.00	135.10	4,193.73	-475.27	-52.32	9.00	7.77	-13.87	-97.88	Start 60 tan #741H
4,433.10	60.00	135.10	4,243.73	-536.61	8.81	0.00	0.00	0.00	0.00	End 60 tan #741
4,598.93	74.92	135.10	4,307.11	-644.79	116.62	9.00	9.00	0.00	0.00	
4,771.99	90.50	135.10	4,329.00	-766.01	237.42	9.00	9.00	0.00	0.00	POE #741H
11,192.34	90.50	135.10	4,273.00	-5,313.52	4,769.30	0.00	0.00	0.00	0.00	BHL #741H

**WPX**  
Planning Report

<b>Database:</b>	COMPASS	<b>Local Co-ordinate Reference:</b>	Well W Lybrook UT #741H (A3) - Slot A3
<b>Company:</b>	WPX Energy	<b>TVD Reference:</b>	GL @ 6540.00usft (Original Well Elev)
<b>Project:</b>	T23N R9W	<b>MD Reference:</b>	GL @ 6540.00usft (Original Well Elev)
<b>Site:</b>	2309-28M WLU-KWU	<b>North Reference:</b>	True
<b>Well:</b>	W Lybrook UT #741H	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	Wellbore #1		
<b>Design:</b>	Design #1 24May16 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
<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
1,000.00	0.00	0.00	1,000.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Start Build 2.00</b>									
1,377.26	7.55	228.70	1,376.17	-16.37	-18.64	-0.27	2.00	2.00	0.00
<b>Hold 7.55 Inclination</b>									
1,500.00	7.55	228.70	1,497.85	-27.01	-30.74	-0.44	0.00	0.00	0.00
2,000.00	7.55	228.70	1,993.52	-70.34	-80.07	-1.14	0.00	0.00	0.00
2,500.00	7.55	228.70	2,489.19	-113.66	-129.40	-1.85	0.00	0.00	0.00
3,000.00	7.55	228.70	2,984.86	-156.99	-178.72	-2.55	0.00	0.00	0.00
3,500.00	7.55	228.70	3,480.53	-200.32	-228.05	-3.25	0.00	0.00	0.00
3,658.03	7.55	228.70	3,637.19	-214.02	-243.64	-3.47	0.00	0.00	0.00
<b>Start Build DLS 9.00 TFO -97.88</b>									
4,000.00	30.58	143.58	3,961.75	-300.93	-208.01	85.01	9.00	6.74	-24.89
4,333.10	60.00	135.10	4,193.73	-475.27	-52.32	318.74	9.00	8.83	-2.55
<b>Hold 60.00 Inclination</b>									
4,433.10	60.00	135.10	4,243.73	-536.61	8.81	405.23	0.00	0.00	0.00
<b>Start Build DLS 9.00 TFO 0.00</b>									
4,500.00	66.02	135.10	4,274.08	-578.82	50.87	464.73	9.00	9.00	0.00
4,598.93	74.92	135.10	4,307.11	-644.79	116.62	557.75	9.00	9.00	0.00
<b>Start DLS 9.00 TFO 0.00</b>									
4,771.99	90.50	135.10	4,329.00	-766.01	237.42	728.65	9.00	9.00	0.00
<b>POE at 90.50 Inc 135.10 Deg - 7"</b>									
5,000.00	90.50	135.10	4,327.01	-927.51	398.37	956.34	0.00	0.00	0.00
5,500.00	90.50	135.10	4,322.65	-1,281.66	751.30	1,455.64	0.00	0.00	0.00
6,000.00	90.50	135.10	4,318.29	-1,635.80	1,104.23	1,954.94	0.00	0.00	0.00
6,500.00	90.50	135.10	4,313.93	-1,989.95	1,457.16	2,454.24	0.00	0.00	0.00
7,000.00	90.50	135.10	4,309.57	-2,344.10	1,810.09	2,953.54	0.00	0.00	0.00
7,500.00	90.50	135.10	4,305.21	-2,698.25	2,163.02	3,452.84	0.00	0.00	0.00
8,000.00	90.50	135.10	4,300.84	-3,052.40	2,515.95	3,952.14	0.00	0.00	0.00
8,500.00	90.50	135.10	4,296.48	-3,406.54	2,868.88	4,451.44	0.00	0.00	0.00
9,000.00	90.50	135.10	4,292.12	-3,760.69	3,221.81	4,950.74	0.00	0.00	0.00
9,500.00	90.50	135.10	4,287.76	-4,114.84	3,574.74	5,450.04	0.00	0.00	0.00
10,000.00	90.50	135.10	4,283.40	-4,468.99	3,927.68	5,949.34	0.00	0.00	0.00
10,500.00	90.50	135.10	4,279.04	-4,823.14	4,280.61	6,448.64	0.00	0.00	0.00
11,000.00	90.50	135.10	4,274.68	-5,177.29	4,633.54	6,947.94	0.00	0.00	0.00
11,192.34	90.50	135.10	4,273.00	-5,313.52	4,769.30	7,140.01	0.00	0.00	0.00
<b>TD at 11192.34</b>									

**WPX**  
Planning Report

<b>Database:</b>	COMPASS	<b>Local Co-ordinate Reference:</b>	Well W Lybrook UT #741H (A3) - Slot A3
<b>Company:</b>	WPX Energy	<b>TVD Reference:</b>	GL @ 6540.00usft (Original Well Elev)
<b>Project:</b>	T23N R9W	<b>MD Reference:</b>	GL @ 6540.00usft (Original Well Elev)
<b>Site:</b>	2309-28M WLU-KWU	<b>North Reference:</b>	True
<b>Well:</b>	W Lybrook UT #741H	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	Wellbore #1		
<b>Design:</b>	Design #1 24May16 sam		

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
Start 60 tan #741H - plan hits target center - Point	0.00	0.00	4,193.73	-475.27	-52.32	1,888,558.23	509,195.63	36.190427	-107.802171
End 60 tan #741 - plan hits target center - Point	0.00	0.00	4,243.73	-536.61	8.81	1,888,496.91	509,256.78	36.190259	-107.801963
BHL #741H - plan hits target center - Point	0.00	0.00	4,273.00	-5,313.52	4,769.30	1,883,721.53	514,018.82	36.177135	-107.785833
POE #741H - plan hits target center - Point	0.00	0.00	4,329.00	-766.01	237.42	1,888,267.58	509,485.47	36.189629	-107.801189

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	
4,771.99	4,329.00	7"	7.000	8.750	

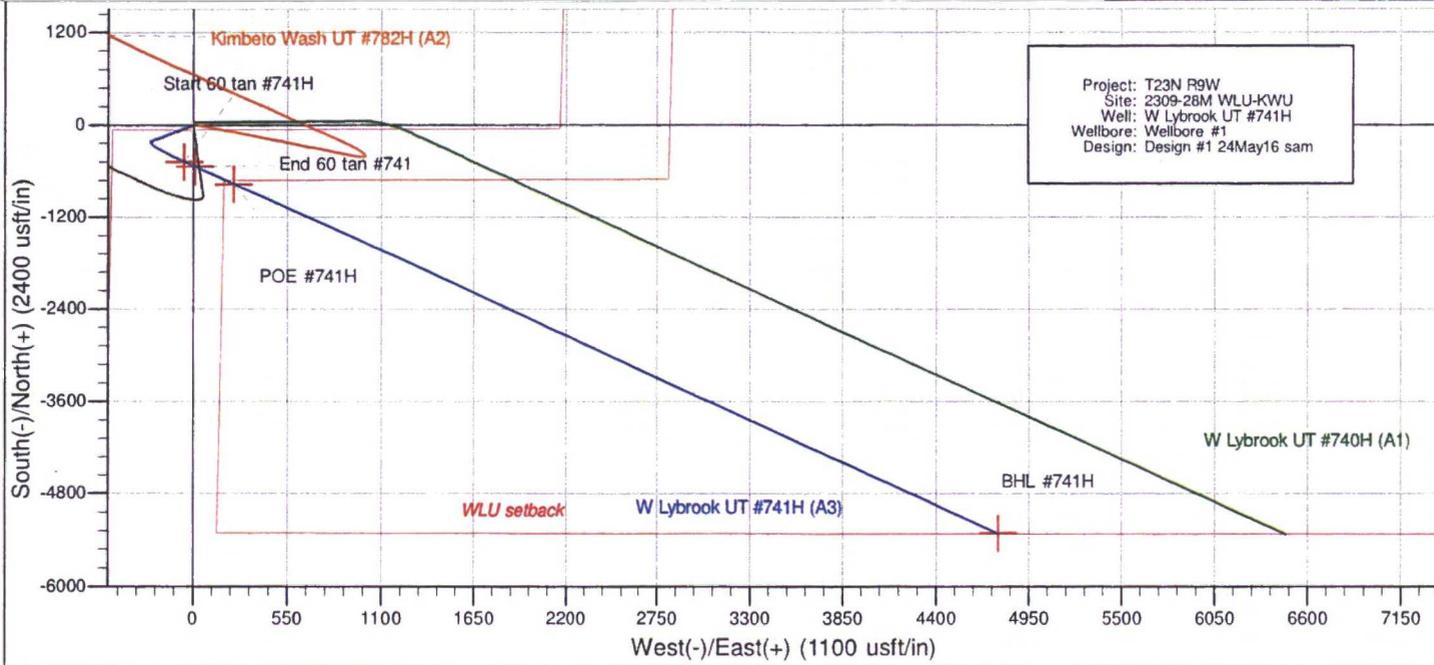
Plan Annotations					
Measured Depth (usft)	Vertical Depth (usft)	Local Coordinates		Comment	
		+N/-S (usft)	+E/-W (usft)		
1,000.00	1,000.00	0.00	0.00	Start Build 2.00	
1,377.26	1,376.17	-16.37	-18.64	Hold 7.55 Incline	
3,658.03	3,637.19	-214.02	-243.64	Start Build DLS 9.00 TFO -97.88	
4,333.10	4,193.73	-475.27	-52.32	Hold 60.00 Incline	
4,433.10	4,243.73	-536.61	8.81	Start Build DLS 9.00 TFO 0.00	
4,598.93	4,307.11	-644.79	116.62	Start DLS 9.00 TFO 0.00	
4,771.99	4,329.00	-766.01	237.42	POE at 90.50 Inc 135.10 Deg	
11,192.34	4,273.00	-5,313.52	4,769.30	TD at 11192.34	



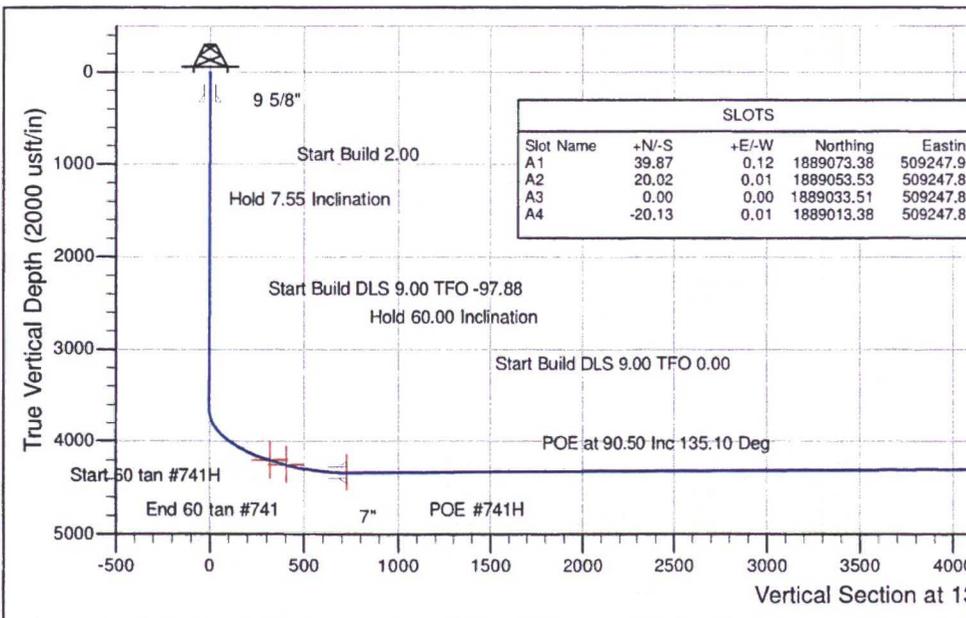
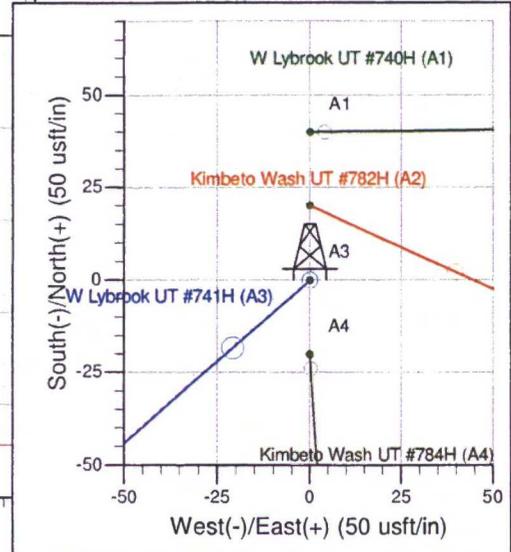
Well Name: W Lybrook UT #741H  
 Surface Location: 2309-28M WLU-KWU  
 NAD 1927 (NADCON CONUS) , US State Plane 1927 (E solution) New Mexico West 3003  
 Ground Elevation: 6540.00

+N/-S 0.00    +E/-W 0.00    Northing 1889033.51    Easting 509247.80    Latitude 36.191733    Longitude -107.801993    Slot A3

GL @ 6540.00usft (Original Well Elev)



Project: T23N R9W  
 Site: 2309-28M WLU-KWU  
 Well: W Lybrook UT #741H  
 Wellbore: Wellbore #1  
 Design: Design #1 24May16 sam



SLOTS				
Slot Name	+N/-S	+E/-W	Northing	Easting
A1	39.87	0.12	1889073.38	509247.91
A2	20.02	0.01	1889053.53	509247.80
A3	0.00	0.00	1889033.51	509247.80
A4	-20.13	0.01	1889013.38	509247.82

DESIGN TARGET DETAILS								
Name	TVD	+N/-S	+E/-W	Northing	Easting	Latitude	Longitude	Shape
Start 60 tan #741H	4193.73	-475.27	-52.32	1888558.22	509195.63	36.190427	-107.802170	Point
End 60 tan #741	4243.73	-536.61	8.81	1888496.90	509256.78	36.190259	-107.801963	Point
POE #741H	4329.00	-766.01	237.42	1888267.58	509485.47	36.189629	-107.801188	Point
BHL #741H	4273.00	-5313.52	4769.30	1883721.53	514018.82	36.177135	-107.785833	Point

ANNOTATIONS									
TVD	MD	Inc	Azi	+N/-S	+E/-W	V Sect	Departure	Annotation	
1000.00	1000.00	0.00	0.00	0.00	0.00	0.00	0.00	Start Build 2.00	
1376.17	1377.26	7.55	228.70	-16.37	-18.64	-0.27	24.80	Hold 7.55 Inclination	
3637.19	3658.03	7.55	228.70	-214.02	-243.64	-3.47	324.29	Start Build DLS 9.00 TFO -97.88	
4193.73	4333.10	60.00	135.10	-475.27	-52.32	318.74	657.26	Hold 60.00 Inclination	
4243.73	4433.10	60.00	135.10	-536.61	8.81	405.23	743.86	Start Build DLS 9.00 TFO 0.00	
4307.11	4598.93	74.92	135.10	-644.79	116.62	557.75	896.59	Start DLS 9.00 TFO 0.00	
4329.00	4771.99	90.50	135.10	-766.01	237.42	728.64	1067.72	POE at 90.50 Inc 135.10 Deg	
4273.00	11192.34	90.50	135.10	-5313.52	4769.30	7140.01	7487.83	TD at 11192.34	

Road #7890, and follow along the W Lybrook UT 720H access for 3,123.1 feet to fork in the access. Trucks would take a left and continue westerly, which would be straight, following along WPX's W Lybrook UT 726H access for 3,937.3 feet to a fork in the access road. They would then take a left (westerly), which would be straight, following along the W Lybrook UT 730H planned access for 10,164.2 feet. They would take a left (south-westerly), which is straight, following along WPX's W Lybrook UT #738H planned access for 1,267.1 feet to the beginning of proposed Access Road #1. Trucks would proceed 2,491.4 feet along the newly constructed Access Road corridor #1 to WPX's KWU 782H/784H and W Lybrook Unit 740H/741H well pad.

## 6. CONSTRUCTION MATERIALS

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The construction phase of the project would commence upon receipt of the approved APDs. The BLM-FFO would be notified (505-564-7600) at least 48 hours prior to the start of construction activities associated with the project. The construction phase of the project is anticipated to last approximately 3 to 4 weeks.

Construction and maintenance activities would cease if soil or road surfaces become saturated to the extent that construction equipment is unable to stay within the project area and/or when activities cause irreparable harm to roads, soils, or streams. Surfacing material, such as sandstone, would be used if economically viable and would be obtained from a permitted location.

The Natural Resources Conservation Service (NRCS) has mapped the soils in the proposed KWU 782H/784H and W Lybrook Unit 740H/741H Project area. Complete soil information is available in the NRCS's *Soil Survey of San Juan County, New Mexico, Eastern Part* (USDA/NRCS 2015). The soil map unit within the proposed project area footprint is described in the sections below.

### A. Fruitland-Persayo-Sheppard complex (hilly)

The entire project area encompasses this soil type. The project would include a moderate to large cut and fill within this soil type in order to construct the well pad. This would entail a maximum cut of 11 feet on the north end and a maximum fill of 9 feet on the northeast corner (corner 5) of the pad.

The Fruitland-Persayo-Sheppard complex (hilly) is composed of 40 percent Fruitland and similar soils, 30 percent Persayo and similar soils, and 25 percent Sheppard and similar soils. Fruitland-Persayo-Sheppard complex (hilly) soils are found on alluvial fans, stream terraces, hills, ridges, breaks, and dunes ranging from 4,000 feet to 6,400 feet in elevation. Fruitland soils occur on slopes of 5 to 30 percent, are well drained, and have a high water permeability. Persayo soils occur on slopes of 5 to 30 percent, are well drained, and have low to moderately high water permeability. Sheppard soils occur on slopes of 5 to 30 percent, are excessively drained, and have high to very high water permeability. This soil complex has a low to moderate potential for water erosion and moderate to high potential for wind erosion. The Fruitland-Persayo-Sheppard complex (hilly) is generally found within sandy, shale hills, and deep sand ecological sites (USDA/NRCS 2015).

## 7. METHODS FOR HANDLING WASTE

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### 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 or land farm. 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 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

**Additional Operator Remarks**

**Location of Well**

- 1. SHL: 387 FSL / 145 FWL / TWSP: 23N / RANGE: 9W / SECTION: 28 / LAT: 36.191746 / LONG: -107.802608 ( TVD: 0 feet, MD: 0 feet )
- PPP: 380 FNL / 387 FWL / TWSP: 23N / RANGE: 9W / SECTION: 33 / LAT: 36.189642 / LONG: -107.801803 ( TVD: 3637 feet, MD: 3658 feet )
- BHL: 336 FSL / 330 FEL / TWSP: 23N / RANGE: 9W / SECTION: 33 / LAT: 36.177148 / LONG: -107.786447 ( TVD: 4273 feet, MD: 11192 feet )

**BLM Point of Contact**

Name:  
Title:  
Phone:  
Email:

CONFIDENTIAL

