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 <u>3160-5</u> form. Operator Signature Date: **Original APD 9/14/2015** Sundry Extension Date 12/11/2017

frmWellFilterSub													
API WELL #	Well Name	Well #	Operator Name	Тур	e Stat	County	Surf_Owner	UL	Sec	Twp	N/S	Rng	W/E
30-045-35715- 00-00	W ALAMITO UNIT		WPX ENERGY PRODUCTION, LLC	0	N	San Juan	F	С	1	22	N	8	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,

O 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 recompletions operations.

1220 South St. Francis Drive • Santa Fe, New Mexico 87505 Phone (505) 476-3441 • Fax (505) 476-3462 • www.emnrd.state.nm.us/ocd January 10, 2018 Page 2

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.

Comply with current regulations at time of spud Prior to production operator needs to be in compliance with RULE 19.15.5.9

Ketheric Bula

NMOCD Approved by Signature

<u>12/29/17</u> Date

		A	mended							
Form 3160-5 UNITED STATES					FORM APPROVED OMB No. 1004-0137					
(June 2015)				Expires: January 31, 2018						
]			5. Lease Serial No. NMNM117143							
SUND	RTS ON V	VELLS		6. If Indian, Allottee or Tribe Name						
Do not use t	his form for proposals t									
abandoned w	ell. Use Form 3160-3 (A	PD) for su	ch proposals.							
	IT IN TRIPLICATE - Other instru	ctions on pag	e 2		7. If Unit of CA/Ag NMNM13361	teement, Name and/or No.				
1. Type of Well					8. Well Name and N	OIL CONS. DIV DIST. 3				
⊠Oil Well				W Alamito Unit #4						
2. Name of Operator WPX Energy Production, LLC					 API Well No. 30-045-35715 					
			. (include area code) 10. Field and Pool			or Exploratory Area s W				
A Location of Well (Footage Sec	., T.,R.,M., or Survey Description)				11. Country or Paris	h State				
SHL: 710' FNL & 1536' FWL BHL: 426' FSL & 330' FEL SE				San Juan, NM	, our					
12.	CHECK THE APPROPRIATE BO	X(ES) TO INI	DICATE NATURE O	F NOTIC	CE, REPORT OR OT	HER DATA				
TYPE OF SUBMISSION			TYPE (OF ACTI	ON					
Notice of Intent	Acidize	Deepen			uction (Start/Resume)	Water ShutOff				
	Alter Casing	Hydraulic Fracturing		Reclamation		Well Integrity				
Subsequent Report	Casing Repair	New Construction		Recomplete		Other APD Extension				
G Final Abandonment Notice	Change Plans	Plug and Abandon		Tem	porarily Abandon					
∉ -	Convert to Injection	Plug Back Wat			ter Disposal					
directionally or recomplete horizon provide the Bond No. on file with l completion or recompletion in a ne	tally, give subsurface locations and meas	ured and true ver must be filed wit once testing has	tical depths of all pertine hin 30 days following co	ent marker ompletion	s and zones. Attach the of the involved operation	duration thereof. If the proposal is to deepen Bond under which the work will be perfonned or ons. If the operation results in a multiple d only after all requirements, including				
WPX requests a 2-year extens	ion on the above mentioned w	ell. The ori	ginal extension ex	pires or	n 1/28/18.	RECEIVED				
APD exte		oved	until	1/2-	7/2020	JAN 02 2013				
 I hereby certify that the forego Lacey Granillo 	ing is true and correct. Name (Print	ed/Typed)								
		Title: Permit Tech	Ш		Farmington Field Office					
Simutan KIA		D + 4/2/40			Bureau of Land Management					
Signature			Date: 1/2/18							
		FURFED	ERAL OR STA	IE OFI	CE USE	1				
Approved by	odani		Title	E		Date 1/8/18				
Conditions of approval, if any, are	attached. Approval of this notice de al or equitable title to those rights in		tor	FF	-0					
Title 18 U.S.C Section 1001 and T any false, fictitious or fraudulent s	itle 43 U.S.C Section 1212, make it tatements or representations as to an	a crime for any ny matter withi	v person knowingly an its jurisdiction.	nd willfu	lly to make to any de	partment or agency of the United States				

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