

May 2, 2012



Colorado Oil and Gas Conservation Commission
1120 Lincoln Street, Suite 801
Denver, CO 80203
Attention: Mr. Thom Kerr

RE: CBL only logging SG 24-27 pad
Section 27 T7S R96W
Grand Valley Field
Garfield County, Colorado

Mr. Kerr,

In an April meeting between WPX Energy, Jane Stanczyk and Barbara Westerdale a couple weeks ago I mentioned that we were hoping to test several wells on a pad by logging with a CBL only. Jane and Barbara both seemed a little puzzled about my comments but we moved on in our meeting. Shortly thereafter Barbara mentioned that she and Jane reviewed the rules regarding logging requirements with the State and informed us of Rule 317 requiring a GR and resistivity curves (and CBL of course) as minimum logging.

Barbara also mentioned that since Rule 317 can be confusing, recent COGCC policy is to have the operator request logging waivers at the time of APD submittal. WPX Energy was not aware of this at the time and we made logging changes after we had received approved permits for this pad – SG 24-27.

A little history....

WPX Energy has historically logged EVERY well drilled as cased hole or open hole. Because of the current low, low, low price of gas, we at WPX Energy have been tasked with cutting costs. To meet that request, the Geology team thought that we would test logging with just a CBL on several wells on a pad where we have good surrounding data. We picked the SG 24-27 Patterson pad in the South Grand Valley field in the Piceance Basin of western Colorado. This is a 16 well pad and is surrounded with existing wells. A map view of the pad and surrounding wells is provided on the following page. Of the 16 wells, we are proposing to log 6 wells as CBL only with 3 wells open hole and 7 wells cased hole. As noted on the map, existing wells with a blue circle also have open hole logs.

The wells that we would like to log as CBL only are the following: SG 13-27, SG 314-27, SG 514-27, SG 423-27, SG 433-27 and SG 434-27.

Please let me know if this request is sufficient for notice or if additional information will be required. A rig is currently drilling on the third well on this pad. We can change our logging to cased hole if necessary but would like to test this program as we are aware that several other operators in the Piceance are doing.

Thanks for your time and consideration,

A handwritten signature in black ink that reads "Kim Roberts".

Kim Roberts

- 3 OH
- 7 CH
- 6 CBL only

OH logs

