

BOPCO, L.P.
810 Houston St.
Fort Worth, Texas 76102

February 27, 2018

FEB 28 2018 PM 02:55

FEDERAL EXPRESS

Bureau of Land Management
Carlsbad District Office
620 E. Green St.
Carlsbad, New Mexico 88220
Attn: Mr. Chris Walls

New Mexico State Land Office
Commissioner of Public Lands
310 Old Santa Fe Trail
Santa Fe, New Mexico 87501
Attention: Ms. Marilyn Gruebel

New Mexico Oil Conservation Division
1220 St. Francis
Santa Fe, New Mexico 87505
Attention: Mr. David Brooks

Re: 2018 Plan of Development
Big Eddy Unit
Eddy County, New Mexico

Ladies & Gentlemen:

In accordance with Section 10 of the Big Eddy Unit Agreement dated April 10, 1952, BOPCO, L.P., Operator of the referenced unit, hereby submits a Plan of Development for the Big Eddy Unit for the year of 2018.

2017 Activity

- *Drilling*
 - The Big Eddy Unit lies primarily within the Secretaries Potash Area and appropriate development requires the utilization of drilling islands and extended reach horizontal wells. After the acquisition of the Unit from BOPCO, XTO drilled one existing permit. The Big Eddy Unit DI 5 24H (30-015-43444) was drilled and completed in the 2nd Bone Spring Sand formation. First production from this well was October 9, 2017.
- *Plugged and Abandoned*
 - One well was plugged and abandoned in 2017. The North Indian Flats 26 Federal 1 (30-015-27556).
- *Participating Areas*
 - No Big Eddy Unit Participating Areas were revised or established in 2017; however, XTO anticipates establishing several Bone Spring Participating Areas in 2018 to accommodate new production.
- *Infrastructure*
 - No significant infrastructure changes were made in the Big Eddy Unit in 2017.

Future Development

- XTO plans to drill four producing wells and one salt water disposal well in the Big Eddy Unit in 2018 utilizing approved APD's and drill islands. Please see attached list.

Offset Obligations

- Appropriate and adequate measures will be taken to prevent drainage of unitized substances from lands covered by the Big Eddy Unit Agreement or pursuant to applicable regulations.

Modifications

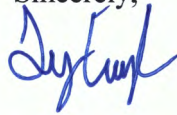
- In accordance with the terms and provisions of the Big Eddy Unit Agreement, this Plan of Development may be modified from time to time as a result of changing conditions.

Effective Date

- This Plan of Development became effective on January 1, 2018.

If this Plan of Development meets with your approval, please so indicate by signing in the appropriate space provided below and return one (1) signed original to the undersigned for our records.

Sincerely,



Ty Eagle
Sr. Landman – Delaware Basin
(817) 885-3008
Ty_Eagle@xtoenergy.com

ACCEPTED AND AGREED this _____ day of _____, 2018.

BUREAU OF LAND MANAGEMENT

NEW MEXICO OIL CONSERVATION DIVISION

By: _____

By: _____

COMMISSIONER OF PUBLIC LANDS

By: _____

FUTURE BIG EDDY UNIT DEVELOPMENT

<u>WELL NAME</u>	<u>API</u>	<u>Surface Hole Location</u>			<u>Bottom Hole Location</u>			<u>TARGET</u>	<u>Est. Lateral Length</u>
		<u>SEC</u>	<u>TWP</u>	<u>RGE</u>	<u>SEC</u>	<u>TWP</u>	<u>RGE</u>		
Big Eddy Unit DI 4B 273H	3001543646	5	T20S	R31E	6	T20S	R31E	2ND BONE SPRING SAND	7,500'
Big Eddy Unit DI 4B 274H	3001543647	5	T20S	R31E	4	T20S	R31E	2ND BONE SPRING SAND	7,500'
Big Eddy Unit DI 2 323H	3001543648	34	T19S	R31E	33	T19S	R31E	1ST BONE SPRING SAND	6,750'
Big Eddy Unit DI 2 324H	3001543650	34	T19S	R31E	33	T19S	R31E	1ST BONE SPRING SAND	6,750'
Big Eddy Unit 14 Federal SWD #001	3001543649	14	T20S	R31E	14	T20S	R31E	DEVONIAN	N/A

BIG EDDY UNIT WELL STATUS LIST 2018		
API	WELL NAME	STATUS
30-015-24933	BASS 10 FEDERAL 3	P&A
30-015-27528	BASS 3 FEDERAL 2	SI
30-015-28736	BASS 3 FEDERAL 4	SI
30-015-10442	BASS PALMILLO 3 (SWD)	P&A
30-015-40288	BEU HACKBERRY 34 FEDERAL 1 (SWD)	ACT
30-015-23840	BIG CHIEF COM 5	SI
30-015-28043	BIG EDDY 133	SI
30-015-35481	BIG EDDY 152	P&A
30-015-35348	BIG EDDY 163	SI
30-015-35251	BIG EDDY 165	ACT
30-015-35251	BIG EDDY 165	ACT
30-015-35571	BIG EDDY 167	SI
30-015-36021	BIG EDDY 168	SI
30-015-20369	BIG EDDY 33	SI
30-015-20369	BIG EDDY 33	SI
30-015-22133	BIG EDDY 54	SI
30-015-23131	BIG EDDY 64	ACT
30-015-22682	BIG EDDY 66	SI
30-015-10765	BIG EDDY 7	ACT
30-015-22839	BIG EDDY 74	SI
30-015-22839	BIG EDDY 74	ACT
30-015-23629	BIG EDDY 85	ACT
30-015-24210	BIG EDDY 95	ACT
30-015-26263	BIG EDDY UNIT 114	SI
30-015-26263	BIG EDDY UNIT 114	SI
30-015-27454	BIG EDDY UNIT 122	SI
30-015-27454	BIG EDDY UNIT 122	SI
30-015-27454	BIG EDDY UNIT 122 (SWD)	SI
30-015-32955	BIG EDDY UNIT 143	ACT
30-015-33103	BIG EDDY UNIT 144	ACT
30-015-35146	BIG EDDY UNIT 148	SI
30-015-33972	BIG EDDY UNIT 149	SI
30-015-33231	BIG EDDY UNIT 150	SI
30-015-33157	BIG EDDY UNIT 151	SI
30-015-33157	BIG EDDY UNIT 151	SI
30-015-33157	BIG EDDY UNIT 151	ACT
30-015-35481	BIG EDDY UNIT 152	P&A
30-015-35481	BIG EDDY UNIT 152	P&A
30-015-34012	BIG EDDY UNIT 153	SI
30-015-34399	BIG EDDY UNIT 154	SI
30-015-34399	BIG EDDY UNIT 154	SI
30-015-34921	BIG EDDY UNIT 155	ACT
30-015-35269	BIG EDDY UNIT 156	SI
30-015-35269	BIG EDDY UNIT 156	SI
30-015-35345	BIG EDDY UNIT 158	SI

30-015-35145	BIG EDDY UNIT 159	SI
30-015-35145	BIG EDDY UNIT 159	SI
30-015-36289	BIG EDDY UNIT 160	SI
30-015-36020	BIG EDDY UNIT 162	ACT
30-015-35592	BIG EDDY UNIT 164	SI
30-015-36019	BIG EDDY UNIT 166	P&A
30-015-35169	BIG EDDY UNIT 169	SI
30-015-35591	BIG EDDY UNIT 171	SI
30-015-35753	BIG EDDY UNIT 186	SI
30-015-35753	BIG EDDY UNIT 186	SI
30-015-36290	BIG EDDY UNIT 190	SI
30-015-36291	BIG EDDY UNIT 191	SI
30-015-36292	BIG EDDY UNIT 202	ACT
30-015-36292	BIG EDDY UNIT 202	SI
30-015-36293	BIG EDDY UNIT 213	SI
30-015-36297	BIG EDDY UNIT 218	SI
30-015-36455	BIG EDDY UNIT 220	SI
30-015-40714	BIG EDDY UNIT 248H	ACT
30-015-40715	BIG EDDY UNIT 249H	ACT
30-015-40498	BIG EDDY UNIT 250H	ACT
30-015-40499	BIG EDDY UNIT 251H	ACT
30-015-40500	BIG EDDY UNIT 252H	ACT
30-015-41457	BIG EDDY UNIT 256H	ACT
30-015-42006	BIG EDDY UNIT 257H	ACT
30-015-42218	BIG EDDY UNIT 258H	ACT
30-015-41601	BIG EDDY UNIT 259H	ACT
30-015-41076	BIG EDDY UNIT 265H	ACT
30-015-20940	BIG EDDY UNIT 38	SI
30-015-20940	BIG EDDY UNIT 38H	SI
30-015-20945	BIG EDDY UNIT 39	ACT
30-015-21529	BIG EDDY UNIT 44	P&A
30-015-21529	BIG EDDY UNIT 44	P&A
30-015-22075	BIG EDDY UNIT 53	ACT
30-015-22222	BIG EDDY UNIT 56 (SWD)	ACT
30-015-23473	BIG EDDY UNIT 70	SI
30-015-22859	BIG EDDY UNIT 72	SI
30-015-22859	BIG EDDY UNIT 72	SI
30-015-22989	BIG EDDY UNIT 73	SI
30-015-22989	BIG EDDY UNIT 73	SI
30-015-22966	BIG EDDY UNIT 76	SI
30-015-22945	BIG EDDY UNIT 77	SI
30-015-10775	BIG EDDY UNIT 8	P&A
30-015-10775	BIG EDDY UNIT 8	P&A
30-015-23577	BIG EDDY UNIT 82	ACT
30-015-23969	BIG EDDY UNIT 87	ACT
30-015-24084	BIG EDDY UNIT 94	SI
30-015-24138	BIG EDDY UNIT 97	SI

30-015-43444	BIG EDDY UNIT D15 24H	ACT
30-015-41820	BIG EDDY UNIT DI2 1H	ACT
30-015-41861	BIG EDDY UNIT DI2 2H	ACT
30-015-41798	BIG EDDY UNIT DI28 254H	ACT
30-015-42568	BIG EDDY UNIT DI28 277H	ACT
30-015-42478	BIG EDDY UNIT DI4 264H	ACT
30-015-42638	BIG EDDY UNIT DI4 269H	ACT
30-015-42479	BIG EDDY UNIT DI4 270H	ACT
30-015-42652	BIG EDDY UNIT DI4 271H	ACT
30-015-40397	BIG EDDY UNIT DI5 4H	ACT
30-015-42008	BIG EDDY UNIT DI9 34H	ACT
30-015-42007	BIG EDDY UNIT DI9 35H	ACT
30-015-35998	CAPITAN 9 FEDERAL 1	P&A
30-015-05829	COBB, GH FEDERAL 1	SI
30-015-27973	FENTON 7 FEDERAL 1	SI
30-015-26931	GOLDEN 8 FEDERAL 1	SI
30-015-27036	GOLDEN 8 FEDERAL 2	SI
30-015-27283	GOLDEN 8 FEDERAL 3	SI
30-015-27215	GOLDEN 8 FEDERAL 4	ACT
30-015-27061	GOLDEN B FEDERAL 1	P&A
30-015-27294	GOLDEN D FEDERAL 1 (SWD)	SI
30-015-27060	GOLDEN D FEDERAL 2	ACT
30-015-27683	GOLDEN D FEDERAL 3	ACT
30-015-35636	GOLDEN D FEDERAL 4	ACT
30-015-35079	GOLDEN LANE 17 FEDERAL 1	ACT
30-015-35712	GOLDEN LANE 17 FEDERAL 2Y	ACT
30-015-42533	HASTA LA VISTA 1 DI FEDERAL COM 1H	ACT
30-015-42705	HASTA LA VISTA 1 DI FEDERAL COM 2Y	ACT
30-015-34286	INDIAN DRAW DEEP 7 COM 1	SI
30-015-36736	INDIAN DRAW DEEP 7 COM 3	SI
30-015-24968	INDIAN FLATS BASS FEDERAL 1	SI
30-015-21715	INDIAN FLATS BASS FEDERAL 2	SI
30-015-21853	INDIAN FLATS BASS FEDERAL 3	SI
30-015-22229	INDIAN FLATS BASS FEDERAL 4	SI
30-015-22671	INDIAN FLATS BASS FEDERAL 5	SI
30-015-22673	INDIAN FLATS BASS FEDERAL 6	SI
30-015-32705	JUNEAU 31 FEE COM 1	P&A
30-015-32705	JUNEAU 31 FEE COM 1	P&A
30-015-32705	JUNEAU 31 FEE COM 1	P&A
30-015-32705	JUNEAU 31 FEE COM 1	P&A
30-015-22941	MERCHANT STATE 1	P&A
30-015-28746	MERCHANT STATE 2	P&A
30-015-28746	MERCHANT STATE 2	P&A
30-015-28820	MERCHANT STATE 3	P&A
30-015-24355	NEW MEXICO O STATE COM 1	SI
30-015-37730	NORTH INDIAN FLATS 24 FEDERAL 1	ACT
30-015-38196	NORTH INDIAN FLATS 24 FEDERAL 10	ACT

30-015-39136	NORTH INDIAN FLATS 24 FEDERAL 14	P&A
30-015-39137	NORTH INDIAN FLATS 24 FEDERAL 15	ACT
30-015-27556	NORTH INDIAN FLATS 26 FEDERAL 1	P&A
30-015-23164	PALMILLO STATE 1	SI
30-015-05833	RODKE, JOSEPHINE FEDERAL 1	ACT
30-015-28481	TURKEY TRACK 2 STATE COM 1	SI