

March 8, 2017

RECEIVED WPX ENERGY

2017 MAR 13 P 2 01

Assistant District Manager, Minerals
Bureau of Land Management
Farmington Resource Area
6251 College Blvd, Suite A
Farmington, New Mexico 87402

Commissioner of Public Lands
State of New Mexico
P. O. Box 1148
Santa Fe, New Mexico 87504-1148

Oil Conservation Commission
State of New Mexico
1220 South St. Francis Drive
Santa Fe, New Mexico 87505-4000

Re: South Chaco
Sandoval County, New Mexico
2017 Plan of Development

Ladies and Gentlemen:

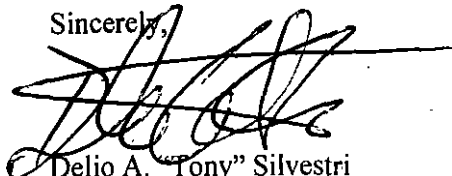
WPX Energy Production, LLC, as Operator of the South Chaco Unit, drilled the South Chaco UT #342H as the obligation well under the Unit Agreement. Pursuant to Article 10 of the Unit Agreement, WPX hereby submits the 2017 South Chaco Plan of Development. In 2016, WPX drilled and completed no wells in the South Chaco Unit. No wells were Commingled or P&A'd in the South Chaco Unit in 2016.

Pursuant to Section 10 the Northwest Lybrook Unit Agreement, WPX Energy Production, LLC, as Unit Operator, proposes that no wells will be drilled within the South Chaco Unit during 2017. WPX Energy Production, LLC, as Unit Operator, will drill any offset wells that may be required to prevent drainage of unitized substances and any other wells deemed necessary or which are requested by the Unit Operator or Working Interest Owners.

The South Chaco Unit is owned 100% by WPX Energy Production, LLC, therefore there are no Working Interest Owners to submit this Plan of Development to.

If this Plan of Development is acceptable, please signify your approval, as required under Section 10 of the Unit Agreement, in the space provided on the enclosed sheet and return an approved copy to WPX Energy Production, LLC.

Sincerely,



Delio A. "Tony" Silvestri
Senior Staff Landman
WPX Energy Production, LLC
Enclosures

cc: Mark Beach
Heather Riley

South Chaco
2017 Plan of Development
March 8, 2017

APPROVED: _____
Assistant District Manager, Minerals
Bureau of Land Management
Subject to like approval by the
Commissioner of Public Lands and
The Oil Conservation Commission

DATE: _____

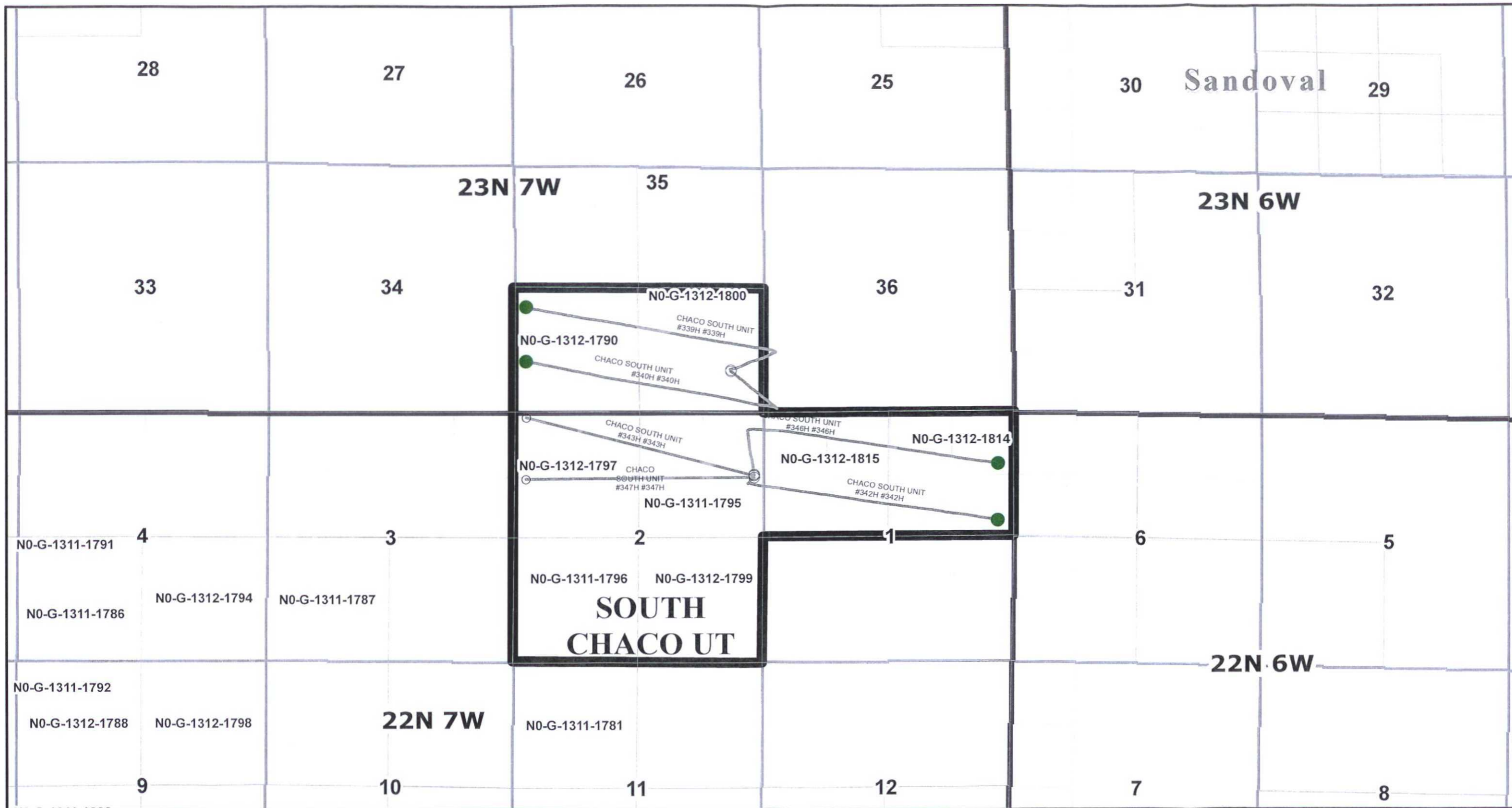
APPROVED: _____
Commissioner of Public Lands
Subject to like approval by the
Area Oil and Gas Supervisor and
The Oil Conservation Commission

DATE: _____

APPROVED: _____
Oil Conservation Commission
Subject to like approval by the
Area Oil and Gas Supervisor and
The Commissioner of Public Lands

DATE: _____

The foregoing approvals are for the 2017 Plan of Development for the South Chaco Unit, Sandoval County, New Mexico.



Schutz Leases

Approved Units

1,000 500 0 1,000 2,000 Feet

South Chaco Unit Tract No: XX

Map Document: (R:\Project\San_Juan\Rosa_Unit\Participating_Areas\Rosa_Unit_Mancos_PA_Init.mxd)
2/29/2012 -- 8:26:37 AM

South Chaco Unit
Sandoval County, New Mexico

Scale: 1:24,000	Projection: NAD 1983 State Plane NM West
Date: 01/12/2017	Author: TJ