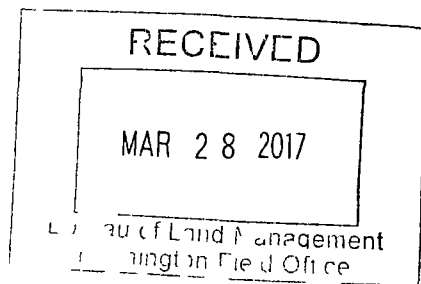


Southland Royalty Company LLC



March 21 2017

Bureau of Land Management
Attn Dave Mankiewicz
6251 College Blvd Suite A
Farmington NM 87402

Commissioner of Public Lands
State of New Mexico
P O Box 1148
Santa Fe NM 87501 1148

Oil Conservation Division
State of New Mexico
1220 S Saint Francis Drive
Santa Fe NM 87505

**RE 2017 PLAN OF DEVELOPMENT
LINDRITH UNIT I SEC NO 713
RIO ARRIBA COUNTY NEW MEXICO**

Ladies and Gentlemen

The following Participating Areas currently exist in the Lindrith Unit

Formation
Pictured Cliffs

Expansion
13th

Pursuant to Section 10 of the Lindrith Unit Agreement dated December 9 1948 Southland Royalty Company LLC (Southland) as Unit Operator is hereby providing notification that no activity is currently scheduled for 2017

ConocoPhillips Company (successor to Mobil Exploration and Producing U S Inc) as Sub Operator of depths below the Pictured Cliffs formation will separately submit their proposed 2017 Plan of Development for the Gallup and Dakota formations

The working interest owners will be furnished with a copy of this letter and well status listing Southland as Unit Operator shall drill any offset well required to prevent drainage of unitized substances and any other wells deemed necessary by the working interest owners or Unit Operator

The following is a comprehensive listing of San Juan 30 4 Unit wells and their current production status

Well Name	API No	Completion Type	Completion Status
LINDRITH UNIT 001 20 PC	30 039 05373	Gas Production	Producing
LINDRITH UNIT 002 13 PC	30 039 05431	Gas Production	Producing
LINDRITH UNIT 003 16 PC	30 039 05500	Gas Production	Producing
LINDRITH UNIT 005 19 PC	30 039 60019	Gas Production	Producing
LINDRITH UNIT 006 14 PC	30 039 05498	Gas Production	Plugged
LINDRITH UNIT 007 21 PC	30 039 05367	Gas Production	Producing

2017 PLAN OF DEVELOPMENT
CARRACAS CANYON UNIT #14 08 001 19596
RIO ARriba COUNTY NEW MEXICO

Well Name	API No	Completion Type	Completion Status
LINDRITH UNIT 008 15 PC	30 039 05480	Gas Production	Producing
LINDRITH UNIT 011 09 PC	30 039 05577	Gas Production	Producing
LINDRITH UNIT 016 14 PC	30 039 05450	Gas Production	Producing
LINDRITH UNIT 017X 23 PC	30 039 05405	Gas Production	Producing
LINDRITH UNIT 019 12 PC	30 039 05527	Gas Production	Producing
LINDRITH UNIT 022 19 PC	30 039 05404	Gas Production	Producing
LINDRITH UNIT 023 09 PC	30 039 05523	Gas Production	Producing
LINDRITH UNIT 025 24 PC	30 039 05364	Gas Production	Producing
LINDRITH UNIT 026 36 PC	30 039 05253	Gas Production	Producing
LINDRITH UNIT 028 28 PC	30 039 05307	Gas Production	Producing
LINDRITH UNIT 029 21 PC	30 039 05388	Gas Production	Producing
LINDRITH UNIT 030 18 PC	30 039 05501	Gas Production	Producing
LINDRITH UNIT 031 24 PC	30 039 18184	Gas Production	Producing
LINDRITH UNIT 032 16 PC	30 039 05447	Gas Production	Producing
LINDRITH UNIT 033 21 PC	30 039 05361	Gas Production	Producing
LINDRITH UNIT 034 25 PC	30 039 05308	Gas Production	Producing
LINDRITH UNIT 035 15 PC	30 039 05451	Gas Production	Producing
LINDRITH UNIT 036 23 PC	30 039 05359	Gas Production	Producing
LINDRITH UNIT 037 21 PC	30 039 05401	Gas Production	Producing
LINDRITH UNIT 040 10 PC	30 039 82322	Gas Production	Plugged
LINDRITH UNIT 041 15 PC	30 039 05458	Gas Production	Producing
LINDRITH UNIT 042 22 PC	30 039 05407	Gas Production	Producing
LINDRITH UNIT 043 31 PC	30 039 05242	Gas Production	Producing
LINDRITH UNIT 045 14 PC	30 039 05430	Gas Production	Producing
LINDRITH UNIT 046 15 PC	30 039 05484	Gas Production	Producing
LINDRITH UNIT 047 30 PC	30 039 05276	Gas Production	Producing
LINDRITH UNIT 048 10 PC	30 039 05519	Gas Production	Plugged
LINDRITH UNIT 050 22 PC	30 039 05411	Gas Production	Plugged
LINDRITH UNIT 051 24 PC	30 039 05386	Gas Production	Producing
LINDRITH UNIT 053 32 PC	30 039 05206	Gas Production	Producing
LINDRITH UNIT 056 31 PC	30 039 05218	Gas Production	Producing
LINDRITH UNIT 057 31 PC	30 039 05243	Gas Production	Producing
LINDRITH UNIT 058 20 PC	30 039 20920	Gas Production	Producing
LINDRITH UNIT 059 32 PC	30 039 05241	Gas Production	Producing
LINDRITH UNIT 064 30 PC	30 039 20014	Gas Production	Producing
LINDRITH UNIT 066 30 PC	30 039 20016	Gas Production	Producing
LINDRITH UNIT 067 19 PC	30 039 20017	Gas Production	Producing
LINDRITH UNIT 070 23 PC	30 039 20091	Gas Production	Producing
LINDRITH UNIT 071 24 PC	30 039 20092	Gas Production	Producing
LINDRITH UNIT 072 25 PC	30 039 20093	Gas Production	Producing

2017 PLAN OF DEVELOPMENT
 CARRACAS CANYON UNIT #14 08 001 19596
 RIO ARriba COUNTY NEW MEXICO

Well Name	API No	Completion Type	Completion Status
LINDRITH UNIT 073 19 PC	30 039 20631	Gas Production	Producing
LINDRITH UNIT 074 20 PC	30 039 20637	Gas Production	Producing
LINDRITH UNIT 075 20 PC	30 039 20636	Gas Production	Producing
LINDRITH UNIT 076 25 PC	30 039 20638	Gas Production	Producing
LINDRITH UNIT 081 12 PC	30 039 20938	Gas Production	Producing
LINDRITH UNIT 085 29 PC	30 039 21107	Gas Production	Producing
LINDRITH UNIT 089 21 PC	30 039 21265	Gas Production	Producing
LINDRITH UNIT 095 10 PC	30 039 21802	Gas Production	Producing
LINDRITH UNIT 100 06 PC	30 039 22381	Gas Production	Producing
LINDRITH UNIT 101 03 PC	30 039 22382	Gas Production	Producing
LINDRITH UNIT 102 11 PC	30 039 22383	Gas Production	Producing
LINDRITH UNIT 103 21 PC	30 039 22385	Gas Production	Producing
LINDRITH UNIT 104 18 PC	30 039 22740	Gas Production	Producing
LINDRITH UNIT 105 02 PC	30 039 23026	Gas Production	Producing
LINDRITH UNIT 107 22 PC	30 039 22742	Gas Production	Producing
LINDRITH UNIT 109 07 PC	30 039 23025	Gas Production	Producing
LINDRITH UNIT 111 28 PC	30 039 23028	Gas Production	Producing

In accordance with Section 10 of the Unit Agreement please provide your approvals by executing and returning a copy of the attached approval page to the undersigned

Please contact me at (817) 334 7866 with any questions regarding this letter

Sincerely,


 Jonathan Holmes *JH MT*
 Land Manager & Marketing Advisor

2017 PLAN OF DEVELOPMENT
CARRACAS CANYON UNIT #14 08 001 19596
RIO ARRIBA COUNTY NEW MEXICO

Approval of this POD
does not constitute
approval of specific APD's

LINDRITH UNIT 2017 PLAN OF DEVELOPMENT

Dave Mankiewicz

APPROVED _____
Bureau of Land Management

DATE 4/3/17

APPROVED *Scott Dawson*
Oil Conservation Division

DATE 4/7/17

APPROVED _____
Commissioner of Public Lands

DATE _____