



XTO Energy Inc.
 EMHC.W4.4A.541
 22777 Springwoods Village Pkwy
 Spring TX 77389-1425
 832-625-0095 - Direct Phone
 William_davis@xtoenergy.com

February 25, 2019

VIA 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: Mr. Randy Baylis

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

Re: 2019 Plan of Development
 Big Eddy Unit (NM 68294X)
 Eddy County, New Mexico

Gentlemen:

In accordance with Section 10 of the Big Eddy Unit Agreement dated April 10, 1952 (the "Big Eddy Unit"), XTO Permian Operating, LLC ("XTO"), Unit Operator, hereby submits for your information a 2018 Review of Operations for the Big Eddy Unit, and 2019 Plan of Development.

Below is a listing of information discussed herein or attached to this letter as attachments:

- 2018 review of Operations
- 2019 Plan of Development
- Listing and status of existing wells (attachment)
- Facilities Infrastructure (attachment)

2018 Activity

- **Drilled**
 - After the acquisition of the Unit from BOPCO, XTO drilled two existing permits: The Big Eddy Unit DI 2 323H (30-015-43648) and the Big Eddy Unit DI 2 324H (30-015-43650) were drilled and are currently being completed in the 1st Bone Spring Sand formation. One SWD was drilled in the Unit: the Big Eddy Unit 14 Fed 1 SWD (30-0156-43649)
- **Plugged and Abandoned**
 - Two wells were plugged and abandoned in 2018: The Big Eddy Unit No. 122 (30-015-27454) and the Big Eddy Unit No. 166 (30-015-36019).

- **Participating Areas**
 - No Big Eddy Unit Participating Areas were established or revised in 2018.
- **Infrastructure**
 - No significant infrastructure changes were made in the Big Eddy Unit in 2018, but plans for significant infrastructure are in place for 2019 and 2020.

2019 Plan of Development

Future Development

- The Big Eddy Unit lies primarily within the Secretaries Designated Potash Area and appropriate development requires the utilization of drill islands and extended reach horizontal wells. Please see the attached list of wells XTO plans to drill in the Big Eddy Unit in 2019 utilizing existing drill islands.

Infrastructure

- XTO plans significant infrastructure construction for the 2019, 2020 and 2021 to accommodate additional volumes associated with ongoing/planned drilling activity. The attached plat generally depicts XTO's 3-year infrastructure plan. State leases are shown in blue on the plat.

Participating Areas

- XTO will be submit Commercial Determinations for all unit wells capable of producing unitized substances in paying quantities and facilitate the revision of existing Participating Areas and creation of new Participating Areas as appropriate.

Plugging and Abandonment

- XTO has no plans to plug and abandon any Big Eddy Unit wells at this time, but additional wells requiring plugging and abandonment may be identified during 2019.

Offset Obligations

- Appropriate and adequate measures will be taken to prevent offset drainage of unitized substances from adjacent operations 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

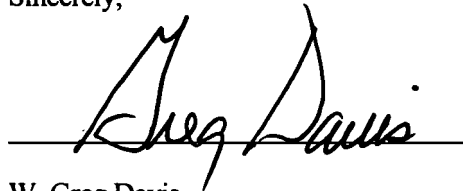
- This Plan of Development shall be considered effective as of January 1, 2019.

It is understood that approval of the 2019 Plan of Development (POD) is not an authorization of operations requiring specific permitting, referencing by way of example and not an all-inclusive list, drill well APD's or pipeline Rights-of-Way. Any adjustments that increase the work plan of this POD will be requested by operator filing of a Supplemental POD.

If this Plan of Development meets with your approval, please advise the undersigned in writing at your earliest convenience.

If during your review of this information you should have reservoir questions please direct them to Kaylene Tovar, Reservoir Engineer at (832) 624-7088. All other inquiries may be directed to the undersigned at the above letterhead phone number and e-mail address.

Sincerely,

A handwritten signature in black ink, appearing to read "W. Greg Davis", is written over a horizontal line.

W. Greg Davis
Senior Landman

Attachments

APD Status and Planned Wells

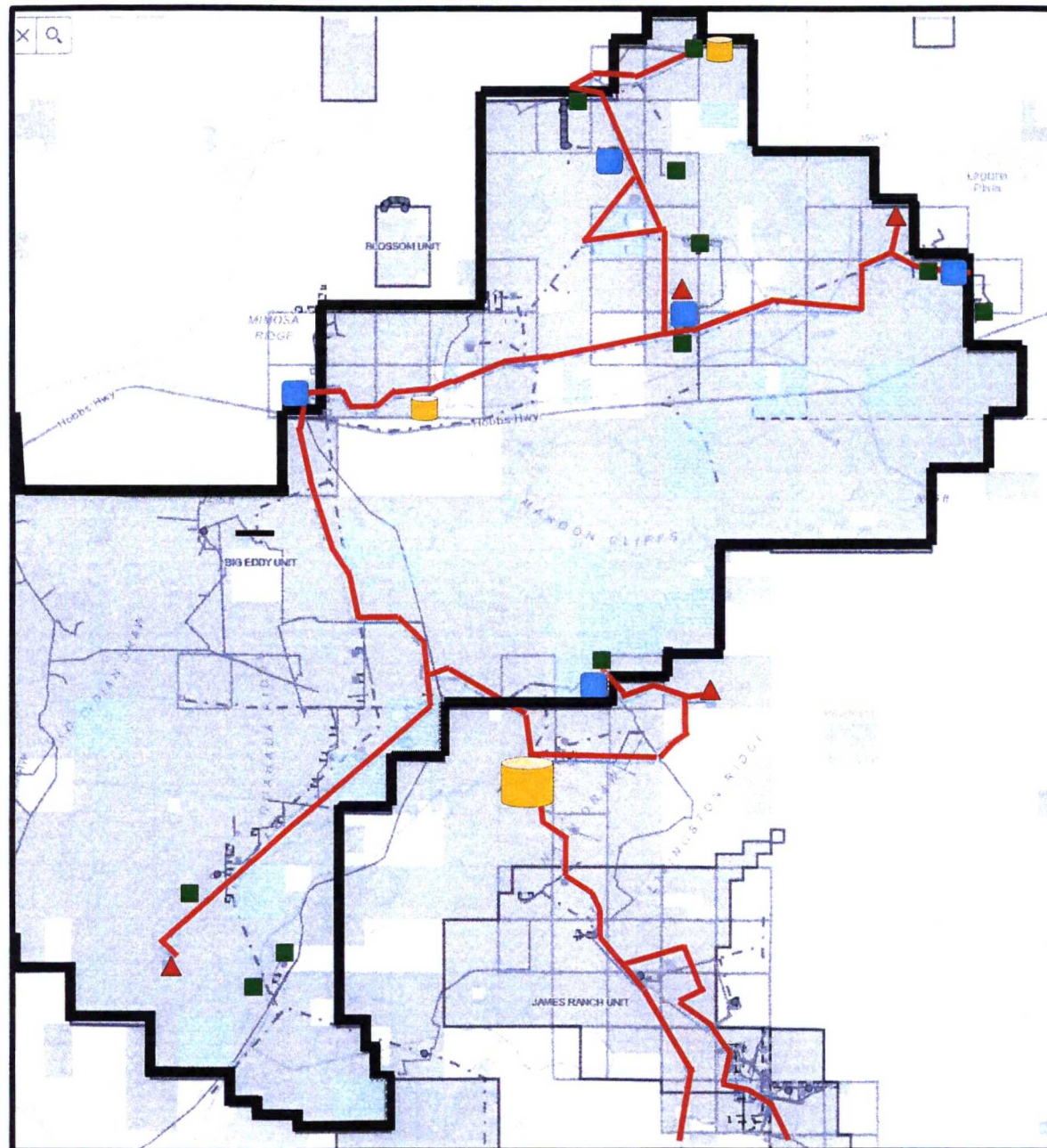
WELL NAME	API/APD STATUS	EST SPUD YEAR	SHL / BHL	EST LAT LENGTH	TARGET FORMATION
BEU 29 FEDERAL 1 SWD	3001532530	2019	SECTION 29-21S-29E	N/A	DEVONIAN
BEU 17 FEDERAL 1 SWD	SUBMITTED	2019	SECTION 17-22S-29E	N/A	DEVONIAN
BEU 8 FEDERAL 1 SWD	SUBMITTED	2019	SECTION 8-20S-31E	N/A	DEVONIAN
BEU 26 FEDERAL 1 SWD	TO BE SUBMITTED	2019	SECTION 26-21S-29E	N/A	DEVONIAN
BEU DI 4B 273H	3001543646	2019	SECTIONS 5 / 6-20S-31E	7,500'	2ND BONE SPRING
BEU DI 4B 274H	3001543647	2019	SECTIONS 5 / 4-20S-31E	7,500'	2ND BONE SPRING
BEU DI 4 266H	3001543285	2019	SECTIONS 5 / 6-20S-31E	5,000	2ND BONE SPRING
BEU DI 4 267H	3001543284	2019	SECTIONS 5 / 6-20S-31E	7,500'	2ND BONE SPRING
BEU DI 4 268H	3001543283	2019	SECTIONS 5 / 4-20S-31E	7,500'	2ND BONE SPRING
BEU 30E OBI-WAN 102H	TO BE SUBMITTED	2019	SECTIONS 14 / 13-20S-31E	10,000'	3RD BONE SPRING SAND
BEU 30E QUI-GON 102H	TO BE SUBMITTED	2019	SECTIONS 14 / 13-20S-31E	10,000'	3RD BONE SPRING SHALE
BEU 30E ANAKIN 102H	TO BE SUBMITTED	2019	SECTIONS 14 / 13-20S-31E	10,000'	LOWER AVALON SHALE
BEU 2 MMMbop 1H	TO BE SUBMITTED	2019	SECTION 34-19S-31E	N/A	MORROW
BEU 30E JEDI 102H	TO BE SUBMITTED	2019	SECTIONS 14 / 13-20S-31E	10,000'	WOLFCAMP "X/Y"
BEU 30E REY 102H	TO BE SUBMITTED	2019	SECTIONS 14 / 13-20S-31E	10,000'	HARKEY SAND
BEU TRUE GRIT 110H	TO BE SUBMITTED	2019	SECTION 32-21S-29E	5,000'	WOLFCAMP "Y"
BEU HONDO 108H	TO BE SUBMITTED	2019	SECTION 32-21S-29E	5,000'	D&C IN HARKEY
BEU RIO BRAVO 107H	TO BE SUBMITTED	2019	SECTION 32-21S-29E	5,000'	2ND BONE SPRING "B"
BEU MCLINTOCK 105H	TO BE SUBMITTED	2019	SECTION 32-21S-29E	5,000'	1ST BONE SPRING
BEU 29 BS2-1W 363H	SUBMITTED	2019	SECTIONS 16 / 18-20S-32E	10,000'	2ND BONE SPRING
BEU 29 BS2-5W 365H	SUBMITTED	2019	SECTIONS 16 / 18-20S-32E	10,000'	2ND BONE SPRING
BEU 29 BS2-3W 364H	SUBMITTED	2019	SECTIONS 16 / 18-20S-32E	10,000'	2ND BONE SPRING
BEU 30E SKYWALKER 100H	TO BE SUBMITTED	2019	SECTIONS 14 / 13-20S-31E	10,000'	2ND BONE SPRING
BEU 30E SKYWALKER 104H	TO BE SUBMITTED	2019	SECTIONS 14 / 13-20S-31E	10,000'	2ND BONE SPRING
BEU 30E SKYWALKER 101H	TO BE SUBMITTED	2019	SECTIONS 14 / 13-20S-31E	10,000'	2ND BONE SPRING
BEU 30E SKYWALKER 102H	TO BE SUBMITTED	2019	SECTIONS 14 / 13-20S-31E	10,000'	2ND BONE SPRING
BEU 30E SKYWALKER 105H	TO BE SUBMITTED	2019	SECTIONS 14 / 13-20S-31E	10,000'	2ND BONE SPRING
BEU 30E SKYWALKER 103H	TO BE SUBMITTED	2019	SECTIONS 14 / 13-20S-31E	10,000'	2ND BONE SPRING
BEU 30W YODA 109H	TO BE SUBMITTED	2019	SECTIONS 14 / 16-20S-31E	10,000'	1ST BONE SPRING
BEU 30E YODA 101H	TO BE SUBMITTED	2019	SECTIONS 14 / 13-20S-31E	10,000'	1st BONE SPRING
BEU 30E YODA 100H	TO BE SUBMITTED	2019	SECTIONS 14 / 13-20S-31E	10,000'	1ST BONE SPRING
BEU 30E YODA 103H	TO BE SUBMITTED	2019	SECTIONS 14 / 13-20S-31E	10,000'	1ST BONE SPRING
BEU 30E YODA 102H	TO BE SUBMITTED	2019	SECTIONS 14 / 13-20S-31E	10,000'	1ST BONE SPRING
BEU 5E HAN SOLO 104H	TO BE SUBMITTED	2019	SECTIONS 27 / 25-20S-31E	12,500'	2ND BONE SPRING
BEU 5E HAN SOLO 105H	TO BE SUBMITTED	2019	SECTIONS 27 / 25-20S-31E	12,500'	2ND BONE SPRING
BEU 5E HAN SOLO 102H	TO BE SUBMITTED	2019	SECTIONS. 27 / 24-20S-31E	12,500'	2ND BONE SPRING
BEU 5E HAN SOLO 111H	TO BE SUBMITTED	2019	SECTIONS. 27 / 25-20S-31E	12,500'	2ND BONE SPRING
BEU 5E HAN SOLO 100H	TO BE SUBMITTED	2019	SECTIONS 27 / 24-20S-31E	10,000'	2ND BONE SPRING
BEU 5E HAN SOLO 101H	TO BE SUBMITTED	2019	SECTIONS 27 / 24-20S-31E	12,500'	2ND BONE SPRING

BIG EDDY UNIT WELL STATUS LIST 2018		
API	WELL NAME	STATUS
30015249330000	BASS 10 FEDERAL 3	P&A
30015275280000	BASS 3 FEDERAL 2	SI
30015287360000	BASS 3 FEDERAL 4	SI
30015104420000	BASS PALMILLO 3 (SWD)	P&A
30015402880000	BEU HACKBERRY 34 FEDERAL 1 (SWD)	ACT
30015238400000	BIG CHIEF COM 5	SI
30015280430000	BIG EDDY 133	SI
30015354810000	BIG EDDY 152	P&A
30015353480000	BIG EDDY 163	SI
30015352510000	BIG EDDY 165	ACT
30015352510000	BIG EDDY 165	ACT
30015355710000	BIG EDDY 167	SI
30015360210000	BIG EDDY 168	SI
30015203690000	BIG EDDY 33	SI
30015203690000	BIG EDDY 33	SI
30015221330000	BIG EDDY 54	SI
30015231310000	BIG EDDY 64	ACT
30015226820000	BIG EDDY 66	SI
30015107650000	BIG EDDY 7	ACT
30015228390000	BIG EDDY 74	SI
30015228390000	BIG EDDY 74	ACT
30015236290000	BIG EDDY 85	ACT
30015242100000	BIG EDDY 95	ACT
30015262630000	BIG EDDY UNIT 114	SI
30015262630000	BIG EDDY UNIT 114	SI
30015274540000	BIG EDDY UNIT 122	P&A
30015274540000	BIG EDDY UNIT 122 (SWD)	P&A
30015329550000	BIG EDDY UNIT 143	ACT
30015331030000	BIG EDDY UNIT 144	ACT
30015351460000	BIG EDDY UNIT 148	SI
30015339720000	BIG EDDY UNIT 149	SI
30015332310000	BIG EDDY UNIT 150	SI
30015331570000	BIG EDDY UNIT 151	SI
30015331570000	BIG EDDY UNIT 151	SI
30015331570000	BIG EDDY UNIT 151	ACT
30015354810000	BIG EDDY UNIT 152	P&A
30015354810000	BIG EDDY UNIT 152	P&A
30015340120000	BIG EDDY UNIT 153	SI
30015343990000	BIG EDDY UNIT 154	SI
30015343990000	BIG EDDY UNIT 154	SI
30015349210000	BIG EDDY UNIT 155	ACT
30015352690000	BIG EDDY UNIT 156	SI
30015352690000	BIG EDDY UNIT 156	SI
30015353450000	BIG EDDY UNIT 158	SI
30015351450000	BIG EDDY UNIT 159	SI
30015351450000	BIG EDDY UNIT 159	SI
30015362890000	BIG EDDY UNIT 160	SI
30015360200000	BIG EDDY UNIT 162	ACT
30015355920000	BIG EDDY UNIT 164	SI
30015360190000	BIG EDDY UNIT 166	P&A
30015351690000	BIG EDDY UNIT 169	SI
30015355910000	BIG EDDY UNIT 171	SI
30015357530000	BIG EDDY UNIT 186	SI

BIG EDDY UNIT WELL STATUS LIST 2018		
API	WELL NAME	STATUS
30015357530000	BIG EDDY UNIT 186	SI
30015362900000	BIG EDDY UNIT 190	SI
30015362910000	BIG EDDY UNIT 191	SI
30015362920000	BIG EDDY UNIT 202	ACT
30015362920000	BIG EDDY UNIT 202	SI
30015362930000	BIG EDDY UNIT 213	SI
30015362970000	BIG EDDY UNIT 218	SI
30015364550000	BIG EDDY UNIT 220	SI
30015407140000	BIG EDDY UNIT 248H	ACT
30015407150000	BIG EDDY UNIT 249H	ACT
30015404980000	BIG EDDY UNIT 250H	ACT
30015404990000	BIG EDDY UNIT 251H	ACT
30015405000000	BIG EDDY UNIT 252H	ACT
30015414570000	BIG EDDY UNIT 256H	ACT
30015420060000	BIG EDDY UNIT 257H	ACT
30015422180000	BIG EDDY UNIT 258H	ACT
30015416010000	BIG EDDY UNIT 259H	ACT
30015410760000	BIG EDDY UNIT 265H	ACT
30015209400000	BIG EDDY UNIT 38	SI
30015209400000	BIG EDDY UNIT 38H	SI
30015209450000	BIG EDDY UNIT 39	ACT
30015215290000	BIG EDDY UNIT 44	P&A
30015215290000	BIG EDDY UNIT 44	P&A
30015220750000	BIG EDDY UNIT 53	ACT
30015222220000	BIG EDDY UNIT 56 (SWD)	ACT
30015234730000	BIG EDDY UNIT 70	SI
30015228590000	BIG EDDY UNIT 72	SI
30015228590000	BIG EDDY UNIT 72	SI
30015229890000	BIG EDDY UNIT 73	SI
30015229890000	BIG EDDY UNIT 73	SI
30015229660000	BIG EDDY UNIT 76	SI
30015229450000	BIG EDDY UNIT 77	SI
30015107750000	BIG EDDY UNIT 8	P&A
30015107750000	BIG EDDY UNIT 8	P&A
30015235770000	BIG EDDY UNIT 82	ACT
30015239690000	BIG EDDY UNIT 87	ACT
30015240840000	BIG EDDY UNIT 94	SI
30015241380000	BIG EDDY UNIT 97	SI
30015434440000	BIG EDDY UNIT D15 24H	ACT
30015418200000	BIG EDDY UNIT D12 1H	ACT
30015418610000	BIG EDDY UNIT D12 2H	ACT
30015417980000	BIG EDDY UNIT D128 254H	ACT
30015425680000	BIG EDDY UNIT D128 277H	ACT
30015424780000	BIG EDDY UNIT D14 264H	ACT
30015426380000	BIG EDDY UNIT D14 269H	ACT
30015424790000	BIG EDDY UNIT D14 270H	ACT
30015426520000	BIG EDDY UNIT D14 271H	ACT
30015403970000	BIG EDDY UNIT D15 4H	ACT
30015420080000	BIG EDDY UNIT D19 34H	ACT
30015420070000	BIG EDDY UNIT D19 35H	ACT
30015359980000	CAPITAN 9 FEDERAL 1	P&A
30015058290000	COBB, GH FEDERAL 1	SI
30015279730000	FENTON 7 FEDERAL 1	SI

BIG EDDY UNIT WELL STATUS LIST 2018		
API	WELL NAME	STATUS
30015269310000	GOLDEN 8 FEDERAL 1	SI
30015270360000	GOLDEN 8 FEDERAL 2	SI
30015272830000	GOLDEN 8 FEDERAL 3	SI
30015272150000	GOLDEN 8 FEDERAL 4	ACT
30015270610000	GOLDEN B FEDERAL 1	P&A
30015272940000	GOLDEN D FEDERAL 1 (SWD)	SI
30015270600000	GOLDEN D FEDERAL 2	ACT
30015276830000	GOLDEN D FEDERAL 3	ACT
30015356360000	GOLDEN D FEDERAL 4	ACT
30015350790000	GOLDEN LANE 17 FEDERAL 1	ACT
30015357120000	GOLDEN LANE 17 FEDERAL 2Y	ACT
30015425330000	HASTA LA VISTA 1 DI FEDERAL COM 1H	ACT
30015427050000	HASTA LA VISTA 1 DI FEDERAL COM 2Y	ACT
30015342860000	INDIAN DRAW DEEP 7 COM 1	SI
30015367360000	INDIAN DRAW DEEP 7 COM 3	SI
30015249680000	INDIAN FLATS BASS FEDERAL 1	SI
30015217150000	INDIAN FLATS BASS FEDERAL 2	SI
30015218530000	INDIAN FLATS BASS FEDERAL 3	SI
30015222290000	INDIAN FLATS BASS FEDERAL 4	SI
30015226710000	INDIAN FLATS BASS FEDERAL 5	SI
30015226730000	INDIAN FLATS BASS FEDERAL 6	SI
30015327050000	JUNEAU 31 FEE COM 1	P&A
30015327050000	JUNEAU 31 FEE COM 1	P&A
30015327050000	JUNEAU 31 FEE COM 1	P&A
30015327050000	JUNEAU 31 FEE COM 1	P&A
30015229410000	MERCHANT STATE 1	P&A
30015287460000	MERCHANT STATE 2	P&A
30015287460000	MERCHANT STATE 2	P&A
30015288200000	MERCHANT STATE 3	P&A
30015243550000	NEW MEXICO O STATE COM 1	SI
30015377300000	NORTH INDIAN FLATS 24 FEDERAL 1	ACT
30015381960000	NORTH INDIAN FLATS 24 FEDERAL 10	ACT
30015391360000	NORTH INDIAN FLATS 24 FEDERAL 14	P&A
30015391370000	NORTH INDIAN FLATS 24 FEDERAL 15	ACT
30015275560000	NORTH INDIAN FLATS 26 FEDERAL 1	P&A
30015231640000	PALMILLO STATE 1	SI
30015058330000	RODKE, JOSEPHINE FEDERAL 1	ACT
30015284810000	TURKEY TRACK 2 STATE COM 1	SI
30015436490000	BIG EDDY UNIT 14 FEDERAL 001 SWD	ACT
30015436480000	BIG EDDY UNIT DI2 323H	ACT
30015436500000	BIG EDDY UNIT DI2 324H	ACT

Facility Plan 3-Year Outlook



ExxonMobil

