

# INNOVATION AT WPX ENERGY

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# WPX Today

## MARKET SNAPSHOT

NYSE SYMBOL: **WPX**

MARKET CAP<sup>1</sup>: **~\$4.7B**

ENTERPRISE VALUE<sup>1</sup>: **~\$6.8B**

PRODUCTION (1Q): **155 MBOE/D**

OIL GROWTH Y/Y<sup>2</sup>: **46%**

LEVERAGE<sup>3</sup>: **1.76x**



### DELAWARE BASIN

~130,000 net acres<sup>4</sup>  
6,600+ gross locations<sup>4,5</sup>



### WILLISTON BASIN

~85,000 net acres<sup>4</sup>  
~372 gross locations<sup>6</sup>



### MIDSTREAM ASSETS

Delaware JV - gas processing/oil gathering  
100% owned water and gas gathering  
Takeaway optionality and equity ownership

<sup>1</sup>. As of 7-10-2019

<sup>2</sup>. 1Q'19 vs. 1Q'18

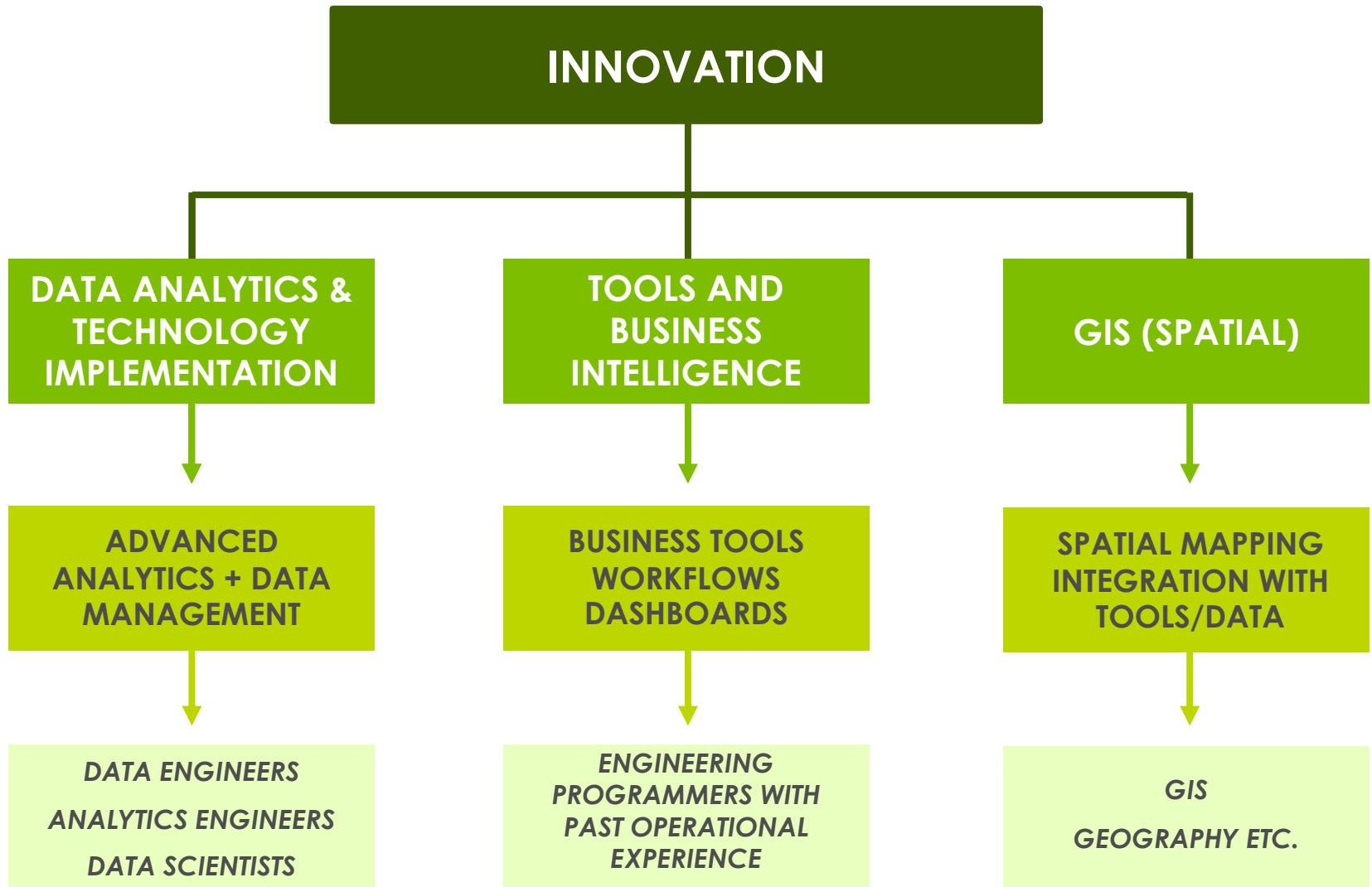
<sup>3</sup>. TTM Ebitdax and includes Oryx II proceeds received May 22.

<sup>4</sup>. As of YE 2018

<sup>5</sup>. Primarily based on 1-mile laterals and does not include Taylor Ranch locations

<sup>6</sup>. Includes non-op and operated locations.

# Innovation Team Intro



# Attributes of Innovators



## DEFINING INNOVATION



**INTELLECTUAL CURIOSITY**



**PROBLEM SOLVER**



**CREATIVITY & PASSION**



**SELF MOTIVATED**



**WILLING TO REDIRECT**

# The Role of Technology at WPX

**PARTNERING  
VS.  
VENTURING**

**BUY  
VS.  
BUILD**

## **Recent Technologies**

- Master data management
- Well scheduling and workflow
- Various operation solutions
- Technology funneling

## **Current Technology Interests**

- Self-service data access
- Near time operations data
- Mobile ticketing/invoicing

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The SEC requires oil and gas companies, in filings made with the SEC, to disclose proved reserves, which are those quantities of oil and gas, which, by analysis of geoscience and engineering data, can be estimated with reasonable certainty to be economically producible – from a given date forward, from known reservoirs, under existing economic conditions, operating methods, and governmental regulations. The SEC permits the optional disclosure of probable and possible reserves. We have elected to use in this presentation "probable" reserves and "possible" reserves, excluding their valuation. The SEC defines "probable" reserves as "those additional reserves that are less certain to be recovered than proved reserves but which, together with proved reserves, are as likely as not to be recovered." The SEC defines "possible" reserves as "those additional reserves that are less certain to be recovered than probable reserves." The Company has applied these definitions in estimating probable and possible reserves. Statements of reserves are only estimates and may not correspond to the ultimate quantities of oil and gas recovered. Any reserve estimates provided in this presentation that are not specifically designated as being estimates of proved reserves may include estimated reserves not necessarily calculated in accordance with, or contemplated by, the SEC's reserves reporting guidelines. Investors are urged to consider closely the disclosure regarding our business that may be accessed through the SEC's website at [www.sec.gov](http://www.sec.gov).

The SEC's rules prohibit us from filing resource estimates. Our resource estimations include estimates of hydrocarbon quantities for (i) new areas for which we do not have sufficient information to date to classify as proved, probable or even possible reserves, (ii) other areas to take into account the low level of certainty of recovery of the resources and (iii) uneconomic proved, probable or possible reserves. Resource estimates do not take into account the certainty of resource recovery and are therefore not indicative of the expected future recovery and should not be relied upon. Resource estimates might never be recovered and are contingent on exploration success, technical improvements in drilling access, commerciality and other factors.

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