

Pioneer 2018 West Panhandle Divestiture



Pioneer Natural Resources Company ("Pioneer") is offering for sale its West Panhandle assets (the "Properties"). BMO Capital Markets has been retained as financial advisor to Pioneer.

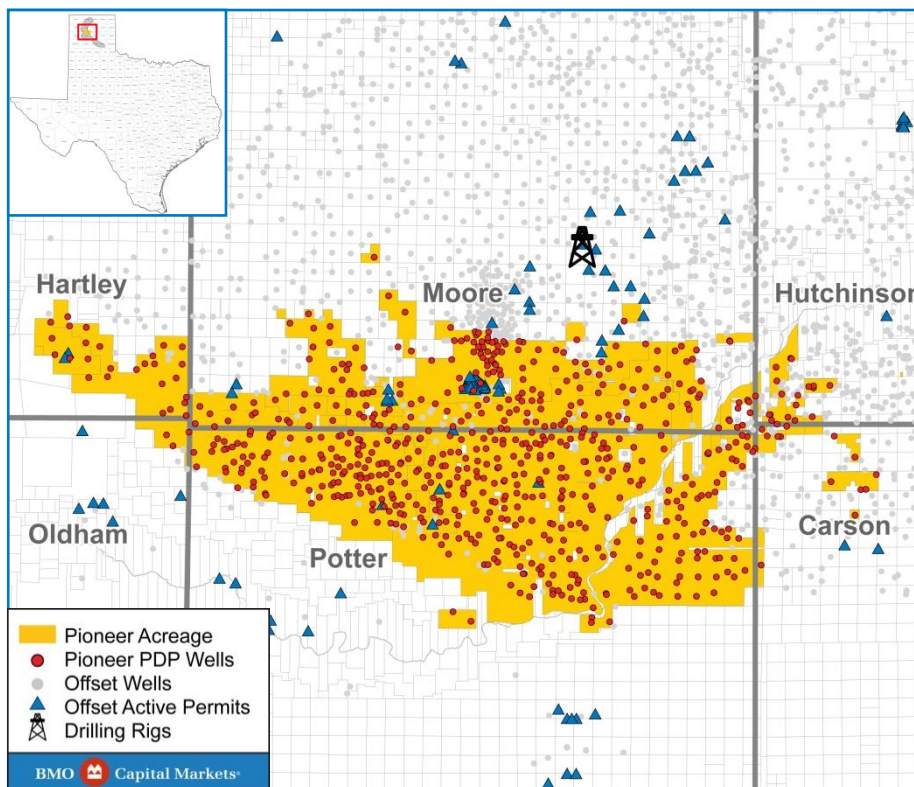
Asset Overview

- Unique opportunity to acquire shallow decline, low-risk PDP production from 705 operated wells
- Large contiguous land position consisting of 239,500 net HBP acres located across the most economic area of the West Panhandle field; acreage is situated over the structurally highest part of the field area
- Premier legacy natural gas asset consisting of Brown Dolomite and Red Cave vertical wells
- Well economics benefit from rich gas content and highest liquids yields in the West Panhandle field
- ~80% of revenues from liquids
- Total operational control with 100% WI and >87.5% NRI
- Significant upside potential with over 300 gross new drill locations in Brown Dolomite and Red Cave formations; unquantified upside in the Tubb formation
- Significant well control with over 30,000 wells across the West Panhandle field
- Pioneer owned gathering, treating, and condensate stabilization provide operational efficiencies
- Recent nearby activity by Pantera and Scout

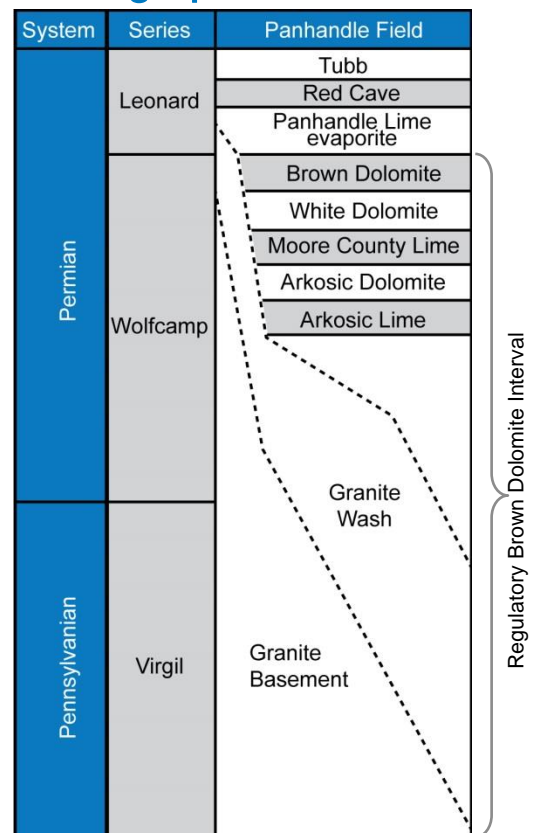
Key Statistics

Metric	Statistic
Net Production: (Projected 2H 2018)	~45 mmcfe/d
Net Acres	239,500
Interests:	100% WI / >87.5% NRI
Locations:	300+

Asset Map



Stratigraphic Column



Key Investment Highlights

Long-lived production

- ~45 mmcf/d forecasted 2018 net production from 705 active wells (~65% liquids; high yields of over 200 bbl/mmcf)
- Low PDP decline of less than 8% annually provides predictable production stream

Significant upside potential

- 239,500 net acre footprint provides exposure to the most liquids rich part of the West Panhandle field (100% HBP)
- Significant inventory to downspace/infill to density of other successful operators
 - Inventory includes ~150 Brown Dolomite and ~160 Red Cave locations at 320 acres
 - Brown Dolomite field rules allow infill opportunities down to 160 acres
 - Red Cave field rule changes will allow development in previously undrilled areas, infill drilling, and Brown Dolomite/Red Cave commingle opportunities
- Shallow 1,800'-3,200' TVD wells provide low cost, rich gas (average >1,400 btu) production

Extensive, fully controlled, and scalable operations support development

- Over 300 miles of 100% owned gathering system provides full operation leverage
- 100% WI provides total control over operations
- Contiguous acreage position allows for efficiency of surface operations and LOE optimization
- Extensive condensate drip system and additional capacity for 3rd party gas gathering and treating generate further revenues
- Field-wide electricity ensures business continuity
- Exceptional HS&E record

Full field exit for Pioneer

- Full field exit for Pioneer (all rights, all depths)
- Experienced field staff

Process Overview and Contacts

- VDR available May 2018
- Data Room presentations begin May 2018
- Contact Chelsea Neville at pxd.westpanhandle@bmo.com or 713-546-9703 for a Confidentiality Agreement, access to the VDR, and/or to request a data room presentation

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NOTE: All or part of the Pioneer 2018 West Panhandle Divestiture is subject to prior sale at any time and any dates are subject to revisions at any time, at the sole discretion of Pioneer Natural Resources Company and its affiliates ("Pioneer") and BMO Capital Markets Corp. ("BMOCMC"). Please do not contact Pioneer directly. Direct all inquiries to the BMO Capital Markets Corp. ("BMOCMC") personnel listed above.

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