

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan-Grisham
Governor

Erin Taylor
Acting Cabinet Secretary

Ben Shelton
Deputy Secretary

Albert C.S. Chang
Division Director
Oil Conservation Division



Paula M. Vance
pmvance@hollandhart.com

Administrative Order NSP – 2404

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

XTO Energy, Inc. [OGRID 5380]
Shady Pines 24 36 Federal Com Well No. 72H (API No. 30-015-PENDING)
HSU: E/2 Section 25 & E/2 (equivalent) Section 36, T26S R29E, Eddy County

Reference is made to your application received on April 27th, 2026.

You have requested approval of a non-standard horizontal spacing unit to be included in your proposed horizontal spacing unit, as follows:

Proposed Increased Horizontal Spacing Unit:

Description	Acres	Pool	Pool Code
E/2 Section 25	447.70	Wildcat; Bone Spring	98211
E/2 (equivalent) Section 36			

You have requested an exception pursuant to Rule 19.15.16.15(A)(3) NMAC, to approve a non-standard horizontal spacing unit consisting of the entire area described above as the horizontal spacing unit. The proposed horizontal spacing unit does not consist of a quarter - quarter section or equivalent in both sections, as required by Rule 19.15.16.15(B)(1) NMAC.

NSP - 2404
XTO Energy Inc.
Page 2 of 2

We understand that you are seeking this exception for an allowance to create a non-standard horizontal spacing unit, comprised of the Proposed Horizontal Spacing Unit referenced above within Eddy County, New Mexico.

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in Paragraph (8) Subsection A of 19.15.2.7 NMAC, in all adjoining units which are to be being included.

You have requested this non-standard horizontal spacing unit as your preferred well spacing plan within the Bone Spring formation in order to prevent waste within the E/2 Section 25 & the E/2 (equivalent) Section 36 within the referenced Horizontal Spacing Unit.

Pursuant to the authority conferred by Division Rule 19.15.16.15(B)(5) NMAC, the above-described **non-standard horizontal spacing unit is hereby approved**. Further, the Applicant may add additional wells to the non-standard spacing unit, the well(s) must be in the same horizontal spacing unit and pool/formation. The new well's APD shall reference this NSP order number on Form C-102 with an adjacent letter stating this request.

General Provisions

The above approvals are subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 19.15.5.9 NMAC.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.



Albert C.S. Chang
Division Director
AC/lrl

Date: 07/02/2026

ID NO. 579488

NSP - 2404

Revised March 23, 2017

RECEIVED: 04/27/26	REVIEWER:	TYPE:	APP NO:
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Geological & Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505

**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND
 REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Applicant: XTO Energy, Inc. **OGRID Number:** 5380
Well Name: Shady Pines 24-36 Federal Com 72H **API:** 30-015-PENDING
Pool: WC-015 G-03 S262925D; Bone Spring **Pool Code:** 98211

**SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION
 INDICATED BELOW**

1) TYPE OF APPLICATION: Check those which apply for [A]

A. Location – Spacing Unit – Simultaneous Dedication

☐ NSL☐ NSP (PROJECT AREA)☒ NSP (PRORATION UNIT)☐ SD

B. Check one only for [I] or [II]

[I] Commingling – Storage – Measurement

☐ DHC☐ CTB☐ PLC☐ PC☐ OLS☐ OLM

[II] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery

☐ WFX☐ PMX☐ SWD☐ IPI☐ EOR☐ PPR**2) NOTIFICATION REQUIRED TO:** Check those which apply.A. ☒ Offset operators or lease holdersB. ☐ Royalty, overriding royalty owners, revenue ownersC. ☐ Application requires published noticeD. ☒ Notification and/or concurrent approval by SLOE. ☒ Notification and/or concurrent approval by BLMF. ☐ Surface ownerG. ☐ For all of the above, proof of notification or publication is attached, and/or,H. ☐ No notice required**FOR OCD ONLY**☐ Notice Complete
☐ Application
 Content
 Complete

- 3) CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

April 27, 2026

Date

Paula M. Vance

Print or Type Name

505-988-4421

Phone Number

pmvance@hollandhart.com

e-mail Address

Signature



Paula M. Vance
Associate
Phone (505) 954-7286
PMVance@hollandhart.com

April 27, 2026

VIA ONLINE FILING

Albert Chang, Division Director
Oil Conservation Division
Energy, Minerals and Natural Resources Department
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

Re: Application of XTO Energy, Inc. for administrative approval of a 447.70-acre non-standard horizontal spacing unit in the WC-15 G-03 S262925D; Bone Spring [98211] comprised of the E/2 of Section 25, and N/2 NE/4 & Lots 3-4 (NE/4 equivalent) of irregular Section 36, Township 26 South, Range 29 East, NMPM, Eddy County, New Mexico

Dear Mr. Chang:

XTO Energy, Inc. ("XTO") (OGRID No. 5380), pursuant to Division Rules 19.15.16.15(B)(5) and 19.15.15.11.B NMAC and applicable rules governing acreage and well spacing requirements for the WC-15 G-03 S262925D; Bone Spring [98211], seeks administrative approval of a non-standard 447.70-acre, more or less, horizontal spacing unit comprised of the E/2 of Section 25, and N/2 NE/4 & Lots 3-4 (NE/4 equivalent) of irregular Section 36, Township 26 South, Range 29 East, NMPM, Eddy County, New Mexico. The non-standard spacing unit will be dedicated to the following wells:

- **Shady Pines 24-36 Federal Com 72H (API No. 30-015-PENDING)**

XTO seeks administrative approval of a non-standard spacing unit to match its state and federal communitization agreements and its preferred well spacing (where it owns 100% of the working interest) because it is necessary to prevent waste. XTO plans to drill infill wells within the proposed non-standard spacing unit.

Exhibit A is a map showing the proposed non-standard spacing unit, the subject leases, and the proposed wells, along with a list of affected parties.

Exhibit B is a Form C-102 for the initial well within the proposed non-standard spacing unit.

T 505.988.4421 F 505.983.6043
110 North Guadalupe, Suite 1, Santa Fe, NM 87501-1849
Mail to: P.O. Box 2208, Santa Fe, NM 87504-2208
www.hollandhart.com

Alaska
Colorado
Idaho

Montana
Nevada
New Mexico

Utah
Washington, D.C.
Wyoming

Exhibit C is a spreadsheet listing all “affected persons”¹ in the affected offset acreage to be noticed. Exhibit C also includes tracking information demonstrating that each of the affected persons was sent a copy of this application with all attachments by certified mail advising that any objections must be filed in writing with the Division within 20 days from the date the Division receives the application. A copy of this application has been provided to the New Mexico State Land Office and Bureau of Land Management since state and federal lands are involved.

Your attention to this matter is appreciated.

Sincerely,



Paula M. Vance
ATTORNEY FOR
XTO ENERGY, INC.

¹ See NMAC §§ 19.15.2.7.A(8) [defining “affected persons” as, “in the absence of an operator, or with respect to an application wherein the operator of the spacing unit or identified tract is the applicant, each working interest owner”] and 19.15.4.12.A(2)(a).

**Shady Pines 24-36 Fed Com
72H
Non-Standard Spacing Unit
Bone Spring Pool**

Non Standard Spacing Unit Description:

26S - 29E Sec. 25: E2

26S - 29E Sec. 36: E2

Proposed Non-Standard
Horizontal Spacing Unit
 Operator: XTO Energy Inc
Type: Federal
WI Owner: XTO Holdings LLC

Developed
 Operator: Coterra Energy
Type: Federal

Developed
 Operator: Mewbourne Oil
Company
Type: Federal

 Operator: XTO Energy Inc.
Type: Sec. 25, 30 & 31: Federal
Type: Sec. 36: State

 Operator: Mewbourne Oil
Company
Type: Loving County Texas

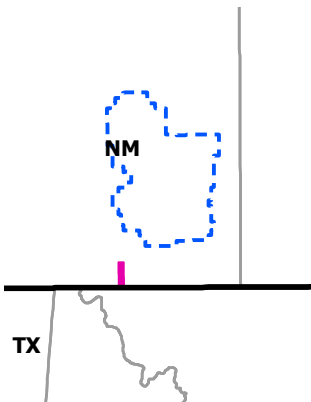
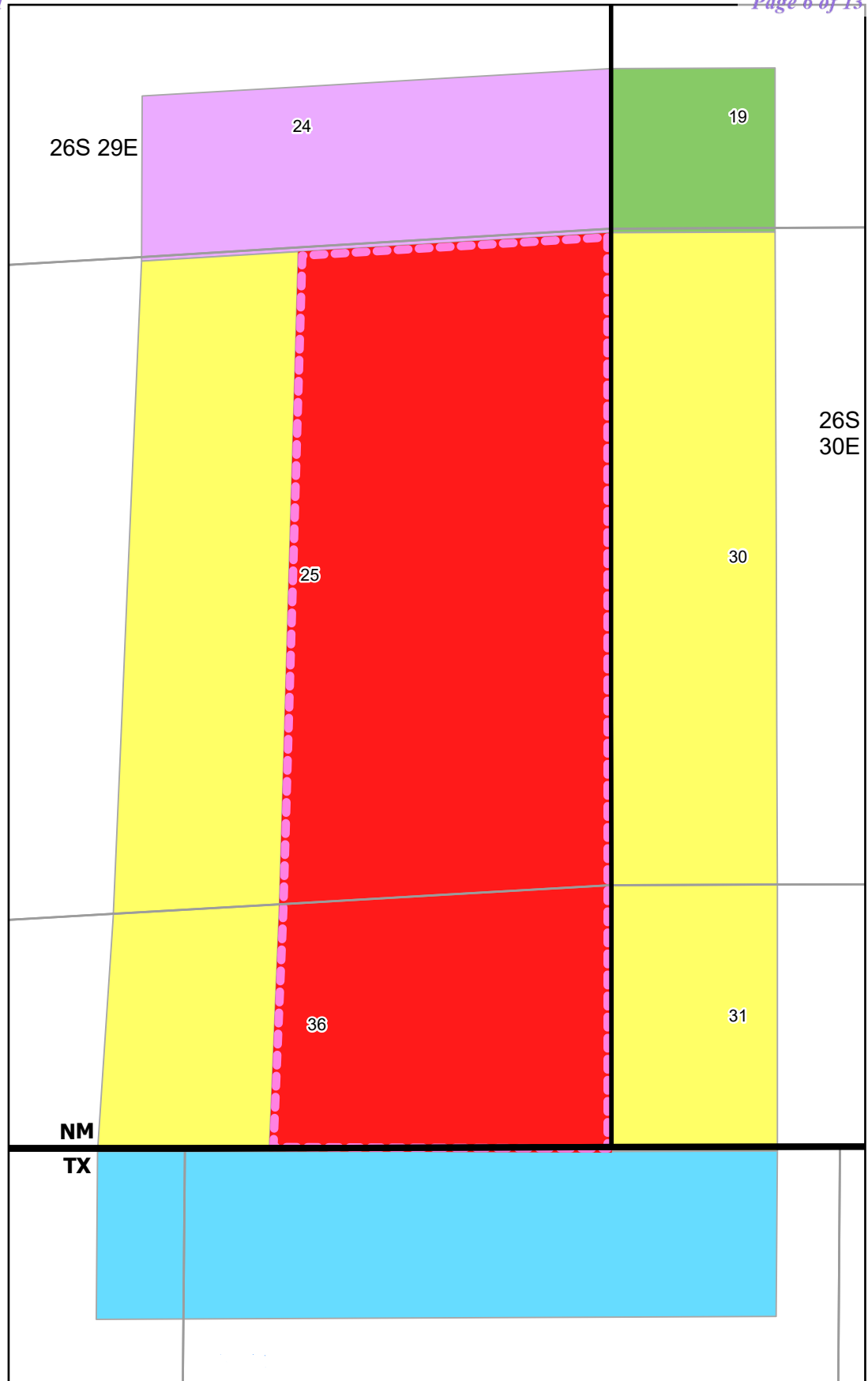


EXHIBIT
A

Santa Fe Main Office Phone: (505) 476-3441 General Information Phone: (505) 629-6116 Online Phone Directory Visit: https://www.emnrd.nm.gov/ocd/contact-us/	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONVERSION DIVISION	EXHIBIT B		C-102 Revised July, 09 2024 Submit Electronically via OCD permitting	
				Submittal Type:	☐ Initial Submittal
					☒ Amended Report
				☐ As Drilled	

WELL LOCATION INFORMATION

API Number 30-015-	Pool Code 98211	Pool Name WC-015 G-03 S262925D;BONE SPRING
Property Code 333301	Property Name SHADY PINES 24-36	Well Number 72H
OGRID No. 5380	Operator Name XTO ENERGY, INC.	Ground Level Elevation 2,980'
Surface Owner: ☐ State ☐ Fee ☐ Tribal ☒ Federal		Mineral Owner: ☐ State ☐ Fee ☐ Tribal ☒ Federal

Surface Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
O	24	26S	29E		480 FSL	2,398 FEL	32.021471	-103.936950	EDDY

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
	36	26S	29E	3	50 FSL	1,670 FEL	32.000251	-103.934582	EDDY

Dedicated Acres 447.70	Infill or Defining Well DEFINING	Defining Well API	Overlapping Spacing Unit (Y/N) N	Consolidation Code C
Order Numbers.			Well Setbacks are under Common Ownership: ☒ Yes ☐ No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
O	24	26S	29E		393 FSL	1,643 FEL	32.021355	-103.934514	EDDY

First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	25	26S	29E		100 FNL	1,660 FEL	32.019993	-103.934570	EDDY

Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
	36	26S	29E	3	100 FSL	1,670 FEL	32.000388	-103.934582	EDDY

Unitized Area or Area of Interest	Spacing Unit Type : ☒ Horizontal ☐ Vertical	Ground Elevation 2,980'
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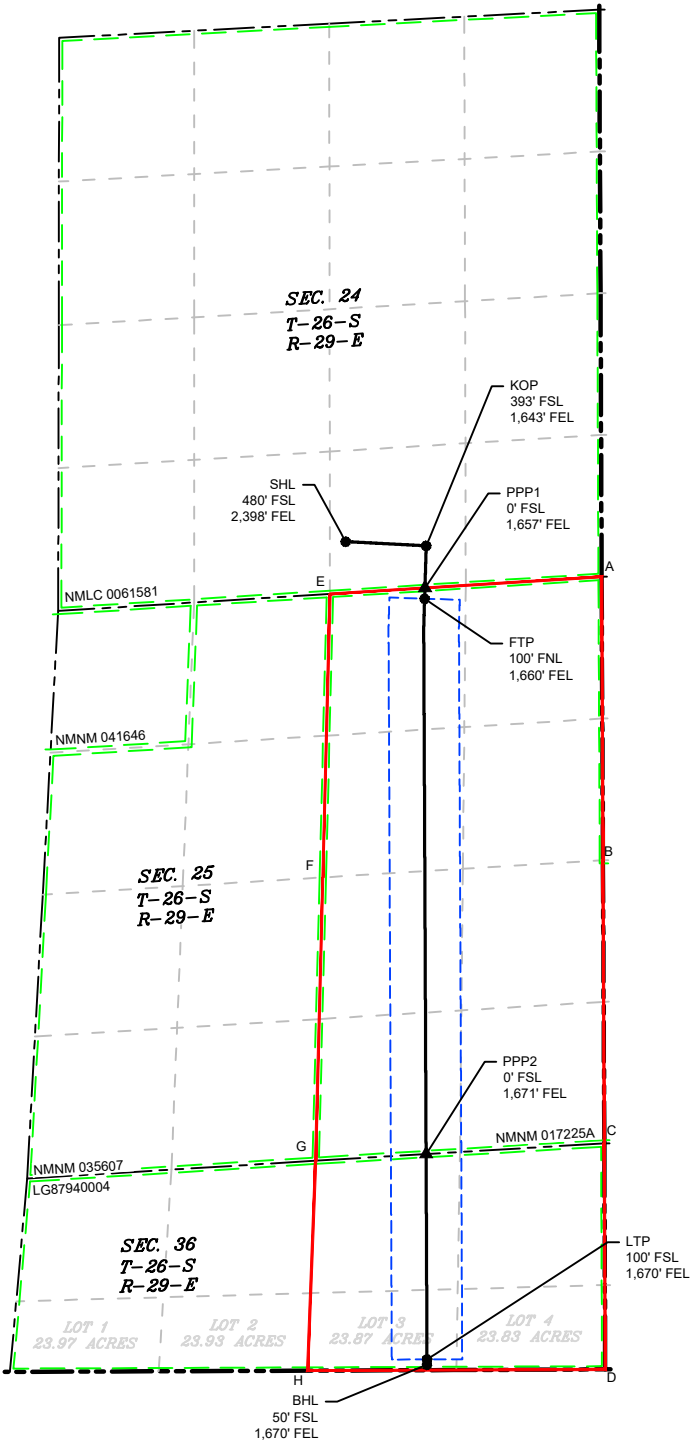
OPERATOR CERTIFICATIONS <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and, if the well is vertical or directional well, that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this at this location pursuant to a contract with an owner of a working interest or unleased mineral interest, or a voluntary pooling agreement or a compulsory pooling order of heretofore entered by the division.</i> <i>If this well is a horizontal well, I further certify that this organization has received the consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or information) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.</i> SignatureDate Printed Name Email Address	SURVEYOR CERTIFICATIONS <i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief</i>  Signature and Seal of Professional Surveyor MARK DILLON HARP 23786 Certificate Number 1/6/2026 Date of Survey DN 618.013016.01-04
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Note: No allowable will be assigned to this completion until all interest have been consolidated or a non-standard unit has been approved by the division.

ACREAGE DEDICATION PLATS

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated areage in a red box, clearly show the well surface location and bottom hole location, if it is directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well Locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be accepted.



LEGEND

- SECTION LINE
-
- TOWNSHIP LINE

WELL COORDINATE TABLE								
WELL	NAD 83 NME X	NAD 83 NME Y	NAD 83 LAT	NAD 83 LON	NAD 27 NME X	NAD 27 NME Y	NAD 27 LAT	NAD 27 LON
SHL	664,183.3	371,775.4	32.021471	-103.936950	622,997.7	371,717.9	32.021346	-103.936469
KOP	664,938.4	371,735.8	32.021355	-103.934514	623,752.8	371,678.3	32.021229	-103.934033
FTP	664,923.1	371,240.4	32.019993	-103.934570	623,737.5	371,183.0	32.019868	-103.934089
LTP	664,945.5	364,108.5	32.000388	-103.934582	623,759.7	364,051.3	32.000262	-103.934102
BHL	664,945.8	364,058.7	32.000251	-103.934582	623,759.9	364,001.5	32.000125	-103.934102
PPP1	664,926.2	371,340.8	32.020269	-103.934558	623,740.6	371,283.4	32.020144	-103.934077
PPP2	664,936.9	366,033.5	32.005679	-103.934587	623,751.1	365,976.2	32.005554	-103.934107

CORNER COORDINATE TABLE				
CORNER	NAD 83 NME X	NAD 83 NME Y	NAD 27 NME X	NAD 27 NME Y
A	666,582.7	371,445.3	625,397.0	371,387.8
B	666,595.1	368,788.5	625,409.4	368,731.1
C	666,607.6	366,134.1	625,421.7	366,076.8
D	666,616.2	364,016.1	625,430.3	363,958.9
E	664,035.5	371,284.6	622,849.8	371,227.2
F	663,968.5	368,627.2	622,782.9	368,569.8
G	663,901.7	365,971.1	622,715.9	365,913.8
H	663,825.5	364,003.8	622,639.7	363,946.6

D:\618.013 XTO Energy - NM\016 Ross Draw Unit - Eddy\01 - Shady Pines 24-36\Wells\04 72H\DWG\72H C-102.dwg

Bureau of Land Management	301 Dinosaur Trail	Santa Fe	NM	87508
Coterra Energy	Attn: Dylan Park, 6001 Deauville Blvd, Suite 300 N	Midland	TX	79706
Mewbourne Oil Company	Attn: Mitch Robb, 414 West Texas Avenue	Midland	TX	79701
New Mexico State Land Office	310 Old Santa Fe Trail	Santa Fe	NM	87501
New Mexico State Land Office	P.O. Box 1148	Santa Fe	NM	87504



Paula M. Vance
Associate
Phone (505) 954-7286
PMVance@hollandhart.com

April 09, 2026

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED

TO: ALL AFFECTED PERSONS

Re: Application of XTO Energy, Inc. for administrative approval of a 447.70-acre non-standard horizontal spacing unit in the WC-15 G-03 S262925D; Bone Spring [98211] comprised of the E/2 of Section 25, and N/2 NE/4 & Lots 3-4 (NE/4 equivalent) of irregular Section 36, Township 26 South, Range 29 East, NMPM, Eddy County, New Mexico

Ladies and Gentlemen:

Enclosed is a copy of the above-referenced application which was filed with the New Mexico Oil Conservation Division on this date. Any objection to this application must be filed in writing within twenty days from the date this application is received by the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico, 87505. If no objection is received within this twenty-day period, this application may be approved administratively by the Division.

If you have any questions about this application, please contact the following:

Chad Smith
ExxonMobil
(281) 939-3707
Chad.d.smith@exxonmobil.com

Sincerely,

A handwritten signature in blue ink, appearing to read "Paula M. Vance".

Paula M. Vance
ATTORNEY FOR
XTO ENERGY, INC.



Paula M. Vance
Associate
Phone (505) 954-7286
PMVance@hollandhart.com

April 23, 2026

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED

TO: ALL AFFECTED PERSONS

Re: Application of XTO Energy, Inc. for administrative approval of a 447.70-acre non-standard horizontal spacing unit in the WC-15 G-03 S262925D; Bone Spring [98211] comprised of the E/2 of Section 25, and N/2 NE/4 & Lots 3-4 (NE/4 equivalent) of irregular Section 36, Township 26 South, Range 29 East, NMPM, Eddy County, New Mexico

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Chad Smith
ExxonMobil
(281) 939-3707
Chad.d.smith@exxonmobil.com

Sincerely,

A handwritten signature in blue ink, appearing to read "Paula M. Vance".

Paula M. Vance
ATTORNEY FOR
XTO ENERGY, INC.

XTO - Shady Pines - NSP
Postal Delivery Report

9214 8901 9403 8365 9341 27	NEW MEXICO STATE LAND OFFICE 310 OLD SANTA FE TRAIL SANTA FE NM 87501	Delivered Signature Received
9214 8901 9403 8365 9341 34	NEW MEXICO STATE LAND OFFICE PO BOX 1148 SANTA FE NM 87504	Delivered Signature Received
9214 8901 9403 8365 9341 58	Bureau of Land Management 301 Dinosaur Trail Santa Fe NM 87508	In-Transit
1ZA2594X0198070186	Bureau of Land Management 301 Dinosaur Trail Santa Fe NM 87508	Delivered Signature Received
	COTERRA ENERGY ATTN: DYLAN PARK 6001 DEAUVILLE BLVD SUITE 300 N MIDLAND	
9214 8901 9403 8365 9341 65	TX 79706	Delivered Signature Received
	MEWBOURNE OIL COMPANY ATTN: MITCH ROBB 414 WEST TEXAS AVENUE MIDLAND	
9214 8901 9403 8365 9341 72	TX 79701	Delivered Signature Received

Sante Fe Main Office
Phone: (505) 476-3441

General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/ocd/contact-us>

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 579488

CONDITIONS

Operator: XTO ENERGY, INC 3617 North Big Spring Street Midland, TX 79705	OGRID: 5380
	Action Number: 579488
	Action Type: [UF-NSP] Non-Standard Proration (NSP)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	5/5/2026