STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

APPLICATION OF XTO ENERGY, INC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO.

APPLICATION

XTO Energy, Inc ("XTO" or "Applicant") (OGRID No. 5380), through its undersigned attorneys, hereby files this application with the Oil Conservation Division pursuant to the provisions of NMSA 1978, § 70-2-17, for an order pooling all uncommitted record title owners in the Bone Spring formation underlying a standard 960-acre, more or less, horizontal well spacing unit comprised of the W/2 of Sections 22, 27, and 34, Township 25 South, Range 29 East, NMPM, Eddy County, New Mexico. In support of its application, XTO states:

1. Applicant is a working interest owner in the proposed horizontal spacing unit and has the right to drill thereon.

2. Applicant seeks to initially dedicate the above-referenced horizontal spacing unit to the initial **Corral 22-34 Fed Com 205H** (API No. 30-015-56561) and **Corral 22-34 Fed Com 307H** (API No. 30-015-56563), all to be horizontally drilled from surface locations in the NE/4 NW/4 (Unit C) of Section 22, with first take points in the NE/4 NW/4 (Unit C) of Section 22 and last take points in the SE/4 SW/4 (Unit N) of Section 34; and **Corral 22-34 Fed Com 102H** (API No. 30-015-56548), **Corral 22-34 Fed Com 104H** (API No. 30-015-56555), and **Corral 22-34 Fed Com 207H** (API No. 30-015-56557), all to be horizontally drilled from surface locations in the NW/4 NW/4 (Unit D) of Section 22, with first take points in the NW/4 NW/4 (Unit D) of Section 22 and last take points in the SW/4 SW/4 (Unit M) of Section 34. 3. The completed interval of the **Corral 22-34 Fed Com 207H** is expected to remain within 330 feet of the adjoining quarter-quarter section (or equivalent) tracts to allow inclusion of these proximity tracts within the proposed horizontal spacing unit under 19.15.16.15.B(3)(b) NMAC.

4. Applicant has sought and been unable to obtain the signatory approval on the federal communization agreement from all the record title owners.

5. The pooling of the final record title owner will allow Applicant to obtain a just and fair share of the oil and gas underlying the subject lands, avoid the drilling of unnecessary wells, will prevent waste, and will protect correlative rights.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on July 10, 2025, and, after notice and hearing as required by law, the Division enter an order:

- A. Pooling all uncommitted record title owners in the horizontal spacing unit; and
- B. Designating Applicant as operator of this spacing unit and the horizontal wells to be drilled thereon.

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Respectfully submitted,

HOLLAND & HART LLP

By: Paktur

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ATTORNEYS FOR XTO ENERGY, INC

CASE ___: Application of XTO Energy, Inc for Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order pooling all uncommitted record title owners in the Bone Spring formation underlying a standard 960-acre, more or less, horizontal well spacing unit comprised of the W/2 of Sections 22, 27, and 34, Township 25 South, Range 29 East, NMPM, Eddy County, New Mexico. Said unit will be initially dedicated to the initial Corral 22-34 Fed Com 205H (API No. 30-015-56561) and Corral 22-34 Fed Com 307H (API No. 30-015-56563), all to be horizontally drilled from surface locations in the NE/4 NW/4 (Unit C) of Section 22, with first take points in the NE/4 NW/4 (Unit C) of Section 22 and last take points in the SE/4 SW/4 (Unit N) of Section 34; and Corral 22-34 Fed Com 102H (API No. 30-015-56548), Corral 22-34 Fed Com 104H (API No. 30-015-56555), and Corral 22-34 Fed Com 207H (API No. 30-015-56557), all to be horizontally drilled from surface locations in the NW/4 NW/4 (Unit D) of Section 22, with first take points in the NW/4 NW/4 (Unit D) of Section 22 and last take points in the SW/4 SW/4 (Unit M) of Section 34. The completed interval of the Corral 22-34 Fed Com #207H is expected to remain within 330 feet of the adjoining quarter-quarter section (or equivalent) tracts to allow inclusion of these proximity tracts within the proposed horizontal spacing unit under 19.15.16.15.B(3)(b) NMAC. Also to be considered will be designation of Applicant as operator. Said area is located approximately 8 miles southeast of Malaga, New Mexico.