

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

**APPLICATION OF XTO HOLDINGS, LLC  
TO REOPEN RILEY PERMIAN OPERATING  
COMPANY, LLC CASE NO. 25358,  
EDDY COUNTY, NEW MEXICO.**

**CASE NO. \_\_\_\_\_  
ORDER NO. R-23990**

**APPLICATION**

XTO Holdings, LLC (“XTO”), through its undersigned counsel, hereby files this Application to Re-Open Riley Permian Operating LLC Case No. 25358, in which the Oil Conservation Division (“Division”) issued Order No. R-23990. In support of its Application, XTO states the following.

1. On April 8, 2025, Riley filed its application for Case No. 25358.
2. On July 10, August 7, and August 13, 2025, Riley presented Case No. 25358 by affidavit to the Division.
3. At the hearing, Riley stated that they sought to pool XTO along with various other interests. *See* Case No. 25358.
4. During the hearing, the Division admitted Riley’s exhibits into the record, including Riley’s notice affidavit (Exhibit E). Exhibit E identifies XTO’s mailing address as P.O. Box 840780, Dallas, TX 75284, which is not XTO’s address.
5. XTO’s correct address is 22777 Springwoods Village Pkwy, Spring, Texas 77389. Riley had knowledge of this address well before it sent out well proposal letters, and well before it sent notice of the pooling proceeding.
6. The Division entered Order No. R-23990 (“Order”) in Case No. 25358 on September 8, 2025.

7. The Order pooled uncommitted interests, in the Yeso formation, underlying a 481.47-acre, more or less, standard horizontal spacing unit comprised of the N/2 of Section 12, Township 18 South, Range 26 East, and the NW/4 of Section 7, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico (“Subject Lands”), and dedicated the unit to the Marty Fee 11-7 1H, Marty Fee 11-7 2H, Marty Fee 11-7 3H, and Marty Fee 11-7 4H wells. The Order further designated Riley as operator of the Subject Lands.

8. Following the issuance of the Order, Riley e-mailed a copy of the Order to an XTO landman.

9. In response, XTO requested that it be permitted to participate in the development instead of being treated as a pooled party because it had never received notice of the hearing.

10. Riley denied XTO’s request on the grounds that the time to voluntarily participate had lapsed.

11. Pursuant to 19.15.4.12 NMAC, Riley was obligated to send notice to each owner of an interest in the mineral estate of the lands the applicant proposes to be pooled whose interest is evidenced by a written conveyance document either of record or known to the applicant. Riley’s hearing exhibits correctly listed XTO Holdings, LLC as an interest owner in its spacing unit but sent notice of the pooling application and hearing to the wrong address.

12. Only “when an applicant has been unable to locate persons entitled to notice after exercising *reasonable diligence*” may the applicant rely on notice by publication. See NMAC 19.15.4.12(B) (emphasis added).

13. XTO’s correct address was easily ascertainable through XTO’s prior e-mail communications with Riley’s landman. and is also readily available on the internet. Furthermore,

XTO received no other communication from Riley notifying XTO of the hearing, despite Riley having a working e-mail address for an XTO landman.

14. Riley was required to provide proper notice of the pooling application and hearing to XTO but failed to do so.

WHEREFORE, XTO respectfully requests that the Division set this matter for hearing on January 8, 2026, reopen the case to remedy Riley's failure of notice, and provide XTO with the opportunity to exercise its right to participate in Riley's development.

Respectfully submitted,

HARDY McLEAN LLC

/s/ Dana S. Hardy

Dana S. Hardy

Jaclyn M. McLean

Jaime R. Kennedy

Yarithza Peña

125 Lincoln Ave., Suite 223

Santa Fe, NM 87501

505-230-4410

[dhardy@hardymclean.com](mailto:dhardy@hardymclean.com)

[jmclean@hardymclean.com](mailto:jmclean@hardymclean.com)

[jkennedy@hardymclean.com](mailto:jkennedy@hardymclean.com)

[ypena@hardymclean.com](mailto:ypena@hardymclean.com)

ATTORNEYS FOR XTO HOLDINGS, LLC