

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

**APPLICATION OF E.G.L. RESOURCES, INC.
TO EXTEND TIME TO COMMENCE DRILLING
OPERATIONS UNDER ORDER NO. R-23498,
LEA COUNTY, NEW MEXICO.**

**CASE NO. 25626
ORDER NO. R-23498**

PRE-HEARING STATEMENT

E.G.L. Resources, Inc. ("E.G.L." or "Applicant") submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division ("Division").

APPLICANT

E.G.L. Resources, Inc.

ATTORNEYS

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INTERESTED PARTIES

XTO Holdings, LLC

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STATEMENT OF THE CASE

Applicant requests a one-year extension of time, until October 23, 2026, to commence drilling the wells authorized by Order No. R-23498 (“Order”). The Division issued the Order in Case No. 24416 on October 23, 2024. The Order: (1) pooled uncommitted interests in the Bone Spring formation underlying a 640-acre, more or less, standard horizontal spacing unit comprised of the W/2 of Sections 10 and 15, Township 18 South, Range 33 East, Lea County, New Mexico (“Unit”); (2) dedicated the Unit to the **Smithers 10-15 Fed Com #101H, Smithers 10-15 Fed Com #102H, Smithers 10-15 Fed Com #103H, Smithers 10-15 Fed Com #201H, and Smithers 10-15 Fed Com #203H** wells (“Wells”); and (3) designated Applicant as operator of the Unit and Wells.

Applicant requests a one-year extension of time to commence drilling the Wells because it has needed to adjust its drilling schedule to accommodate lease obligations. E.G.L. expects to commence drilling the Wells in the third quarter of 2026. Therefore, good cause exists for the requested extension.

Applicant also requests that the Division amend the Compulsory Pooling Application Checklist attached to Order No. R-23498 to correct a typographical error in the range.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Ruth Pelzel	Landman	Affidavit	Approx. 3

PROCEDURAL MATTERS

Applicant intends to present the case by affidavit if there is no opposition to its application.

Respectfully submitted,

HARDY McLEAN LLC

/s/ Dana S. Hardy

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Counsel for E.G.L. Resources, Inc.

CERTIFICATE OF SERVICE

I hereby certify that on October 2, 2025, I served a copy of the foregoing document to the following counsel of record via Electronic Mail to:

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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
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QUESTIONS

Action 511712

QUESTIONS

Operator: E G L RESOURCES INC P.O. Box 10886 Midland, TX 79702	OGRID: 173413
	Action Number: 511712
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony	
Please assist us by provide the following information about your testimony.	
Number of witnesses	Not answered.
Testimony time (in minutes)	Not answered.