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

APPLICATION OF XTO PERMIAN OPERATING LLC TO CONTRACT THE NORTH LOS MEDANOS-WOLFCAMP GAS POOL [96921] FROM ACREAGE WITHIN THE JAMES RANCH UNIT AND REASSIGN SAID ACREAGE TO THE LOS MEDANOS, WOLFCAMP SOUTH OIL POOL [96336], EDDY COUNTY, NEW MEXICO.

CASE NO.

APPLICATION

XTO Permian Operating LLC., ("XTO") (OGRID No. 373075) through its undersigned attorneys, hereby files this application with the Oil Conservation Division to contract the North Los Medanos-Wolfcamp Gas Pool [96921] from acreage within the James Ranch Unit ("JRU" or "Unit") and reassign said acreage to the Los Medanos, Wolfcamp South Oil Pool [96336]. In support of this application, XTO states:

- 1. Applicant is the designated operator of the Unit.
- 2. The Unit currently consists of 30,718.09 acres of Federal, State and Fee lands in

Eddy County, comprised of the following acreage:

Township 21 South - Range 30 East N.M.P.M.

Section 25: All Section 26: All Section 27: S/2 Section 31: All Section 32: All Section 33: All Section 34: All

Township 22 South - Range 29 East N.M.P.M.

Section 1: All Section 11: All Section 12: All Section 13: All Section 14: All

Township 22 South - Range 30 East N.M.P.M.

Section 3: All Section 4: All Section 5: All Section 6: All Section 7: All Section 8: All Section 9: All Section 10: All Section 12: S/2 SW/4, SE/4 Section 13: All Section 14: All Section 15: All Section 16: All Section 17: All Section 18: All Section 19: All Section 20: All Section 21: All Section 22: All Section 23: All Section 24: All Section 25: All Section 26: All Section 27: All Section 28: All Section 29: All Section 30: All Section 33: E/2 Section 34: All Section 35: All Section 36: All

Township 22 South - Range 31 East N.M.P.M.

Section 7: Lot 2 (equivalent SW/4 NW/4) Section 31: All

Township 23 South - Range 30 East N.M.P.M.

Section 1: All Section 2: All

Township 23 South - Range 31 East N.M.P.M.

Section 5: Lot 4; SW/4NW/4; W/2SW/4 (equivalent W/2 W/2) Section 6: All Section 7: All Section 8: W/2 Section 17: NW/4 Section 18: Lots 1, 2; E/2NW/4; NE/4 (equivalent N/2)

3. The unitized interval for the Unit includes all depths.

4. The E/2 of Section 13, Township 22 South, Range 30 East, within the Unit is currently dedicated to the North Los Medanos-Wolfcamp Gas Pool [96921] under Division Order No. R-11220. Portions of the surrounding acreage within the Unit are dedicated to the Los Medanos; Wolfcamp Gas Pool [96336]; however, based on current development, XTO expects oil production from this acreage.

5. Accordingly, XTO requests that the North Los Medanos-Wolfcamp Gas Pool [96921] be contracted out of the E/2 of Section 13, Township 22 South, Range 30 East, and that the acreage be assigned to the Los Medanos, Wolfcamp South Oil Pool [96336]. For the portions of Unit acreage not under an order, XTO is applying administratively, on well-by-well basis, to re-dedicate its Unit wells to the Los Medanos, Wolfcamp South Oil Pool [96336], per the Division's instruction.

6. Approval of the contraction and reassignment of pools as set forth herein will promote administrative and reporting efficiency.

7. All Division designated operators of wells within the affected pools, or within the same formation, within one mile of the E/2 of Section 13, Township 22 South, Range 30 East, will be provided notice of this application and hearing. 19.15.4.12.A(4)(b) NMAC.

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WHEREFORE, XTO requests that this Application be set for hearing before an Examiner

of the Oil Conservation on October 31, 2024, and after notice and hearing as required by law, the

Division enter its order granting this Application.

Respectfully submitted,

HOLLAND & HART LLP

By: Paktur

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ATTORNEYS FOR XTO PERMIAN OPERATING LLC.

CASE _____: Application of XTO Permian Operating LLC. to Contract the North Los Medanos-Wolfcamp Gas Pool [96921] From Acreage Within the James Ranch Unit and Reassign Said Acreage to the Los Medanos, Wolfcamp South Oil Pool [96336], Eddy County, New Mexico. Applicant in the above-styled cause seeks an order to contract the North Los Medanos-Wolfcamp Gas Pool [96921] from acreage within the James Ranch Unit ("JRU"), comprised of the E/2 of Section 13, Township 22 South, Range 30 East, and reassign said acreage to the Los Medanos, Wolfcamp South Oil Pool [96336]. This area is located approximately 16 miles east of Carlsbad, New Mexico.