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

APPLICATION OF PERMIAN RESOURCES OPERATING, LLC FOR APPROVAL OF AN OVERLAPPING HORIZONTAL WELL SPACING UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 23395

PERMIAN'S PRE-HEARING STATEMENT

Permian Resources Operating, LLC ("Permian" or "Applicant"), the applicant in the above-referenced matter, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

ATTORNEY

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APPLICANT'S STATEMENT OF THE CASE

In this case, Permian seeks an order (a) approving a standard 400-acre, more or less, overlapping horizontal well spacing unit from the top of the Bone Spring formation to 10,388 feet (Ojo Chiso; Bone Spring [96553]) comprised of the E/2 E/2 of Section 31, Township 21 South, Range 35 East, and the E/2 E/2 of Section 6 and the E/2 NE/4 of Section 7, Township 22 South, Range 35 East, NMPM, Lea County, New Mexico, and (b) pooling all uncommitted mineral interests in this overlapping horizontal well spacing unit. Permian proposes to dedicate the above-referenced spacing unit to the proposed initial **Eric Cartman 31 State Com #506H** well, to be horizontally drilled from a surface location in the NE/4 NE/4 (Unit A) of Section 31, Township 21 South, Range 35 East, to a bottom hole location in the SE/4 NE/4 (Unit H) of Section 7, Township 22 South, Range 35 East.

This 400-acre horizontal well spacing unit will overlap the following existing horizontal well spacing units covering portions of the subject acreage:

• 640-acre, more or less, horizontal well spacing unit comprised of the E/2 of Sections 7 and 18, Township 22 South, Range 35 East, dedicated to the Tostada 7 State Com #501H (API: 30-025-50705); Tostada 7 State Com #502H (API: 30-025-50706); Tostada 7 State Com #503H (API: 30-025-50707); Tostada 7 State Com #601H (API: 30-025-49586); and the Tostada 7 State Com #602H (API: 30-025-49587). See Division Order R-22044.

The completed interval for the well will comply with statewide setbacks for oil wells. Permian has sought and been unable to obtain voluntary agreement for the development of these lands from all interest owners in the subject acreage.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Chris Astwood, Landman	Self-Affirmed Statement	Approx. 7
Ira Bradford, Geologist	Self-Affirmed Statement	Approx. 5

PROCEDURAL MATTERS

Permian intends to present this case by self-affirmed statement if there is no opposition at the time of hearing.

Respectfully submitted,

HOLLAND & HART LLP

Bv

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ATTORNEYS FOR PERMIAN RESOURCES OPERATING, LLC

CERTIFICATE OF SERVICE

I hereby certify that on March 9, 2023, I served a copy of the foregoing document to the following counsel of record via Electronic Mail to:

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QUESTIONS

Action 195503

QUESTIONS

Operator:	OGRID:
Permian Resources Operating, LLC	372165
1001 17th Street, Suite 1800	Action Number:
Denver, CO 80202	195503
	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.	