

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

**APPLICATIONS OF PERMIAN RESOURCES  
OPERATING, LLC, FOR COMPULSORY POOLING,  
EDDY COUNTY, NEW MEXICO**

**CASE NOS. 23432 - 23434**

**CONSOLIDATED PRE-HEARING STATEMENT**

Permian Resources Operating, LLC (“Applicant”) submits its Consolidated Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

**APPLICANT**

Permian Resources Operating, LLC

**ATTORNEYS**

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**INTERESTED PARTY**

None.

**ATTORNEYS**

**STATEMENT OF THE CASE**

In Case No. 23432, Applicant applies for an order pooling all uncommitted interests within the Bone Spring formation underlying a 240-acre, more or less, standard horizontal spacing unit comprised of the N/2 N/2 of Section 18, Township 19 South, Range 28 East, and the N/2 NE/4 of Section 13, Township 19 South, Range 27 East, Eddy County, New Mexico. The spacing unit will be dedicated to the following wells:

- **Red Eagle 18 State Com 121H** well, to be drilled from a surface hole location in the SE/4 NE/4 (Unit H) of Section 18, Township 19 South, Range 28 East, to a bottom hole location in the NW/4 NE/4 (Unit B) of Section 13, Township 19 South, Range 27 East; and
- **Red Eagle 18 State Com 131H** well, to be drilled from a surface hole location in the SE/4 NE/4 (Unit H) of Section 18, Township 19 South, Range 28 East, to a bottom hole location in the NW/4 NE/4 (Unit B) of Section 13, Township 19 South, Range 27 East.

In **Case No. 23433**, Applicant applies for an order pooling all uncommitted interests within the Bone Spring formation underlying a 240-acre, more or less, standard horizontal spacing unit comprised of the S/2 N/2 of Section 18, Township 19 South, Range 28 East, and the S/2 NE/4 of Section 13, Township 19 South, Range 27 East, Eddy County, New Mexico. The spacing unit will be dedicated to the following wells:

- **Red Eagle 18 State Com 122H** well, to be drilled from a surface hole location in the SE/4 NE/4 (Unit H) of Section 18, Township 19 South, Range 28 East, to a bottom hole location in the SW/4 NE/4 (Unit G) of Section 13, Township 19 South, Range 27 East; and
- **Red Eagle 18 State Com 132H** well, to be drilled from a surface hole location in the SE/4 NE/4 (Unit H) of Section 18, Township 19 South, Range 28 East, to a bottom hole location in the SW/4 NE/4 (Unit G) of Section 13, Township 19 South, Range 27 East.

In **Case No. 23434**, Applicant applies for an order pooling all uncommitted interests within the Bone Spring formation underlying a 240-acre, more or less, standard horizontal spacing unit

comprised of the S/2 S/2 of Section 18, Township 19 South, Range 28 East, and the S/2 SE/4 of Section 13, Township 19 South, Range 27 East, Eddy County, New Mexico. The spacing unit will be dedicated to the following wells:

- **Red Eagle 18 State Com 124H** well, to be drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 18, Township 19 South, Range 28 East, to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 13, Township 19 South, Range 27 East; and
- **Red Eagle 18 State Com 134H** well, to be drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 18, Township 19 South, Range 28 East, to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 13, Township 19 South, Range 27 East.

The completed intervals of the Red Eagle 18 State Com wells (hereinafter collectively referred to as “Wells”) will be orthodox. Also to be considered in each case will be the cost of drilling and completing the Wells and the allocation of the costs, the designation of Applicant as the operator of the Wells, and a 200% charge for the risk involved in drilling and completing the Wells.

The Wells are located approximately 18 miles northeast of Carlsbad, New Mexico.

#### **PROPOSED EVIDENCE**

<b>Witness</b>	<b>Occupation</b>	<b>Estimated Time</b>	<b>Exhibits</b>
Mark Hajdik	Landman	Affidavit	Approx. 5
Christopher Cantin	Geologist	Affidavit	Approx. 7

#### **PROCEDURAL MATTERS**

Applicant intends to consolidate these cases for hearing and will present this matter by affidavit if there is no opposition.

Respectfully submitted,

HINKLE SHANOR, LLP

/s/ Dana S. Hardy

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**State of New Mexico**  
**Energy, Minerals and Natural Resources**  
**Oil Conservation Division**  
**1220 S. St Francis Dr.**  
**Santa Fe, NM 87505**

QUESTIONS  
  
Action 207508

QUESTIONS

Operator: COLGATE OPERATING, LLC 300 North Marienfeld Street Midland, TX 79701	OGRID: 371449
	Action Number: 207508
	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.