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

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

Case Nos. 23816-23817

PRE-HEARING STATEMENT

Applicant Permian Resources Operating, LLC ("Applicant" or "Permian") provides this Pre-Hearing Statement as required by the rules of the Division.

APPEARANCES

APPLICANT

PERMIAN RESOURCES OPERATING, LLC APPLICANT'S ATTORNEY:

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OTHER INTERESTED PARTIES

None at this time.

STATEMENT OF THE CASE

Case No. 23816: Application of Permian Resources Operating, LLC for Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order from the Oil Conservation Division pooling all uncommitted mineral interests in the First and Third Bone Spring intervals (WINCHESTER; BONE SPRING [65010]) in a standard 320-acre, more or less, horizontal spacing and proration unit ("HSU") comprised of the N/2 N/2 of

Sections 35 and 36, T19S-R29E, in Eddy County, New Mexico. Applicant proposes to drill the following 2-mile well in the HSU: **Ironhorse 35-36 Fed State #131H** well, to be horizontally drilled from an approximate surface hole location in Lot H of Section 34, T19S-R29E, to an approximate bottom hole location 10' FEL and 330' FNL of Section 36, T19S-R29E. The completed interval and first and last take points will meet the setback requirements set forth in the statewide rules for horizontal oil wells. Additional considerations will be the cost of drilling and completing the wells and allocation of such costs, the designation of Applicant as operator of the HSU and wells to be drilled thereon, and a 200% charge for the risk involved in drilling and completing the wells. The wells and lands are located approximately 12 miles North of Carlsbad, New Mexico.

Case No. 23817: Application of Permian Resources Operating, LLC for Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order from the Oil Conservation Division pooling all uncommitted mineral interests in the First and Third Bone Spring intervals (WINCHESTER; BONE SPRING [65010]) in a standard 320-acre, more or less, horizontal spacing and proration unit ("HSU") comprised of the S/2 N/2 of Sections 35 and 36, T19S-R29E, in Eddy County, New Mexico. Applicant proposes to drill the following 2-mile well in the HSU: Ironhorse 35-36 Fed State #132H well, to be horizontally drilled from an approximate surface hole location in Lot H of Section 34, T19S-R29E, to an approximate bottom hole location 10' FEL and 1650' FNL of Section 36, T19S-R29E. The completed interval and first and last take points will meet the setback requirements set forth in the statewide rules for horizontal oil wells. Additional considerations will be the cost of drilling and completing the wells and allocation of such costs, the designation of Applicant as operator of the HSU and wells to be drilled thereon, and a 200% charge for the risk involved in drilling and

completing the wells. The wells and lands are located approximately 12 miles North of Carlsbad, New Mexico.

PROPOSED EVIDENCE

APPLICANT:

WITNESSES EXHIBITS

Mark Hajdik, Landman 12-14 for both cases

Christopher Cantin, Geologist 12-14 for both cases

PROCEDURAL MATTERS

This case is currently on the October 5, 2023 docket and will be presented by affidavit, assuming no opposition at the time of hearing.

Respectfully submitted,

MONTGOMERY & ANDREWS, P.A.

By: /s/ Sharon T. Shaheen

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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 270344

QUESTIONS

Operator:	OGRID:
Permian Resources Operating, LLC	372165
1001 17th Street, Suite 1800	Action Number:
Denver, CO 80202	270344
	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.