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

#### APPLICATION OF PERMIAN RESOURCES, OPERATING, LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 24973

#### EXHIBIT INDEX

#### **Compulsory Pooling Checklist**

Exhibit A	Self-Affirmed Statement of Ryan Curry
A-1	Application & Proposed Notice of Hearing
A-2	C-102
A-3	Plat of Tracts, Tract Ownership, Applicable Lease Numbers, Unit Recapitulation, Pooled Parties
A-4	Sample Well Proposal Letter & AFE
A-5	Chronology of Contact
Exhibit B	Self-Affirmed Statement of Christopher Cantin
B-1	Regional Locator Map
B-2	Cross-Section Location Map
B-3	Subsea Structure Map - Second Bone Spring
B-4	Subsea Structure Map - Third Bone Spring
B-5	Stratigraphic Cross-Section
B-6	Gun Barrel Development Plan
Exhibit C	Self-Affirmed Statement of Dana S. Hardy
C-1	Notice Letter to All Interested Parties Sent November 14, 2024
C-2	Chart of Notice to All Interested Parties
C-3	Copies of Certified Mail Receipts and Returns
C-4	Affidavit of Publication for November 19, 2024

.

# **COMPULSORY POOLING APPLICATION CHECKLIST**

#### ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS

Case: 24973	APPLICANT'S RESPONSE
Date: December 5, 2024	
Applicant	Permian Resources Operating, LLC
Designated Operator & OGRID (affiliation if applicable)	Permian Resources Operating, LLC (OGRID No. 372165)
Applicant's Counsel:	Hinkle Shanor LLP
Case Title:	Application of Permian Resources Operating, LLC for Compulsory
	Pooling, Eddy County, New Mexico.
Entries of Appearance/Intervenors:	EOG Resources, Inc.
Well Family	Drum Set
Formation/Pool	
Formation Name(s) or Vertical Extent:	Bone Spring
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Top of the Bone Spring Formation to the Base of the Second
	Bone Spring Interval
Pool Name and Pool Code:	Avalon; Bone Spring Pool (Code 96381)
Well Location Setback Rules:	Statewide
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	240 acres
Building Blocks:	quarter-quarter
Orientation:	West to East
Description: TRS/County	S/2 SE/4 of Section 14 and the S/2 S/2 of Section 13, Township
	20 South, Range 27 East, Eddy County, New Mexico.
Standard Horizontal Well Spacing Unit (Y/N), If No, describe	Yes.
and is approval of non-standard unit requested in this	
application?	
Other Situations	
Depth Severance: Y/N. If yes, description	Applicant seeks to pool interests from the top of the Bone
	Spring formation to the base of the Second Bone Spring interval
	at a stratigraphic equivalent of approximately 7,210' TVD as
	shown on the Oxy Hopsing Federal #2 (API No. 30-015-32032).
Proximity Tracts: If yes, description	No.
Proximity Defining Well: if yes, description	N/A
Applicant's Ownership in Each Tract	Exhibit A-3
Well(s)	
Name & API (if assigned), surface and bottom hole location,	Add wells as needed
footages, completion target, orientation, completion status	רעע שכווג מא ווככעכע
(standard or non-standard)	
Well #1	Drum Set Fed Com 14-13 124H (API # pending)
	SHL: 2,443' FSL & 1,702' FWL (Unit K), Section 14, T20S-R27E
	BHL: 990' FSL & 100' FEL (Unit P), Section 13, T20S-R27E
	Completion Target: Second Bone Spring (Approx. 7,030' TVD)
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$10,000
Production Supervision/Month \$	\$1,000
Justification for Supervision Costs	Exhibit A-4
Requested Risk Charge	200%
Notice of Hearing	
Proposed Notice of Hearing	Exhibit A-1
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibits C-1, C-2, C-3
	· ·· · / · ·/ · · ·
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit C-4

•

Land Ownership Schematic of the Spacing UnitExhibit A-3Tract List (including lease numbers and owners)Exhibit A-3If approval of Non-Standard Spacing Unit is requested, TractIts (including lease numbers and owners) of Tracts subject toPooled Parties (including ownership type)Exhibit A-3Pooled Parties to be PooledN/AOwnership Depth Severance (including percentage above & below)Exhibit A-3JoinderExhibit A-3JoinderExhibit A-3Sample Copy of Proposal LetterExhibit A-3Chronology of Contact with Non-Joined Working InterestsExhibit A-3Cost Estimate to Equip WellExhibit A-4Cost Estimate to Equip WellExhibit A-4Cost Estimate to Equip WellExhibit BSpacing Unit SchematicExhibit BSpacing Unit SchematicExhibit BSpacing Unit SchematicExhibit BSyster FormationExhibit BSyster FormationExhibit BSyster FormationExhibit BSyster FormationExhibit BSyster FormationExhibit BSummary of Interests, Unit Recapitulation (Tracts)Exhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1Summary Of Interests, Unit Recapitulation (Tracts)Exhibit B-1 <th></th>	
If approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) of Tracts subject to notice requirements. N/A Pooled Parties (including ownership type) Exhibit A-3 Unlocatable Parties to be Pooled N/A Ownership Depth Severance (including percentage above & below) Exhibit A-3 Joinder Exhibit A-4 List of Interest Owners (ie Exhibit A of JOA) Exhibit A-3 Chronology of Contact with Non-Joined Working Interests Exhibit A-3 Chronology of Contact with Non-Joined Working Interests Exhibit A-4 Cost Estimate to Drill and Complete Exhibit A-4 Cost Estimate to Equip Well Exhibit A-4 Cost Estimate to Equip Well Exhibit A-4 Goology Guract or production Facilities Exhibit B Spacing Unit Schematic Exhibit B Spacing Unit Schematic Exhibit B Starget Formation Exhibit B HSU Cross Section Exhibit B HSU Cross Section Exhibit A C-102 Exhibit B Summary of Interests, Unit Recapitulation (Tracts) Exhibit A-3 Summary of Interests, Unit Recapitulation (Tracts) Exhibit A-3 Summary of Interests, Unit Recapitulation (Tracts) Exhibit B-1 Well Bore Location Map (including basin) Exhibit B-1 Well Bore Location Map (including wells) Exhibit B-2 Exhibit B-3 Cross Section Icaciding Zone) Exhibit B-5 Additional Information (Sone) Exhibit B-5 Cross Section Icaciding Zone) Exhibit B-5 Cross Section Icacidin	
List (including lease numbers and owners) of Tracts subject to notice requirements. N/A Pooled Parties (including ownership type) Exhibit A-3 Unlocatable Parties to be Pooled N/A Ownership Depth Severance (including percentage above & below) Exhibit A-3 Joinder Exhibit A-4 List of Interest Owners (ie Exhibit A of JOA) Exhibit A-3 Chronology of Proposal Letter Exhibit A-4 List of Interest Owners (ie Exhibit A of JOA) Exhibit A-3 Chronology of Contact with Non-Joined Working Interests Exhibit A-5 Overhead Rates In Proposal Letter Exhibit A-4 Cost Estimate to Drill and Complete Exhibit A-4 Cost Estimate to Equip Well Exhibit A-4 Cost Estimate for Production Facilities Exhibit A-4 Geology S Summary (including special considerations) Exhibit B Spacing Unit Schematic Exhibit B Spacing Unit Schematic Exhibit B Spacing Unit Schematic Exhibit B HSU Cross Section Exhibit B HSU Cross Section Exhibit B Target Formation Exhibit B Target Formation Map (including basin) Exhibit A-3 General Location Map (including basin) Exhibit B-1 Well Oriton Tacis Interests, Unit Recapitulation (Tracts) Exhibit A-3 Summary of Interests, Unit Recapitulation (Tracts) Exhibit B-1 Well Bore Location Map (including basin) Exhibit B-1 Well Bore Location Map (including wells) Exhibit B-2 Exhibit B-3 Cross Section Icaxion Map (including wells) Exhibit B-3 Cross Section Icaxion Map (including wells) Exhibit B-3 Cross Section Icaxion Map (including wells) Exhibit B-3 Cross Section Icacation Map (including wells) Exhibit B-5 Additional Information Exhibit B-5 Additional Information Exhibit B-5 Ad	
notice requirements.N/APooled Parties (including ownership type)Exhibit A-3Unlocatable Parties to be PooledN/AOwnership Depth Severance (including percentage above & below)Exhibit A-3JoinderExhibit A-3JoinderExhibit A-4Sample Copy of Proposal LetterExhibit A-3List of Interest Owners (ie Exhibit A of JOA)Exhibit A-3Chronology of Contact with Non-Joined Working InterestsExhibit A-4Cost Estimate to Drill and CompleteExhibit A-4Cost Estimate to Equip WellExhibit A-4Cost Estimate for Production FacilitiesExhibit BSpacing Unit SchematicExhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit BStarget FormationExhibit BHSU Cross SectionExhibit BForms, Figures and TablesExhibit A-3C-102Exhibit A-3General Location MapExhibit B-1Well Orientests, Unit Recapitulation (Tracts)Exhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1Well Bore Location MapExhibit B-2Structure Contour Map - Subsea DepthExhibit B-2Structure Contour Map - Subsea DepthExhibit B-2Structure Contour Map - Subsea DepthExhibit B-5Additional InformationExhibit B-2Structure Contour Map - Subsea DepthExhibit B-5Additional InformationExhibit B-5Additional InformationExhibit B-5Additional InformationExhibit B-5Additional Inform	
Pooled Parties (including ownership type)Exhibit A-3Unlocatable Parties to be PooledN/AOwnership Depth Severance (including percentage above & below)Exhibit A-3JoinderExhibit A-4Sample Copy of Proposal LetterExhibit A-4List of Interest Owners (ie Exhibit A of JOA)Exhibit A-3Chronology of Contact with Non-Joined Working InterestsExhibit A-4Cost Estimate to Drill and CompleteExhibit A-4Cost Estimate to Equip WellExhibit A-4Cost Estimate to Equip WellExhibit BSummary (including special considerations)Exhibit BSpacing Unit SchematicExhibit BGoubarrel/Lateral Trajectory SchematicExhibit BHSU Cross SectionExhibit BHSU Cross SectionExhibit A-2Cr102Exhibit A-3General Location Map (including basin)Exhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1Well Bore Location Map (including wells)Exhibit B-2Structure Contour Map - Subsea DepthExhibits B-3Cross Section Location Map (including wells)Exhibit B-2Cross Section Location Map (including wells)Exhibit B-2Cross Section Location Map (including wells)Exhibit B-2Structure Contour Map - Subsea DepthExhibits B-3Cross Section Location Map (including wells)Exhibit B-2Cross Section Location Map (including wells)Exhibit B-5Additional InformationExhibit B-5 </td <td></td>	
Unlocatable Parties to be PooledN/AOwnership Depth Severance (including percentage above & below)Exhibit A-3JoinderExhibit A-4Sample Copy of Proposal LetterExhibit A-4List of Interest Owners (ie Exhibit A of JOA)Exhibit A-3Chronology of Contact with Non-Joined Working InterestsExhibit A-5Overhead Rates In Proposal LetterExhibit A-4Cost Estimate to Drill and CompleteExhibit A-4Cost Estimate to Equip WellExhibit A-4Cost Estimate for Production FacilitiesExhibit BSummary (including special considerations)Exhibit BSpacing Unit SchematicExhibit BGuobaryExhibit BTarget FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionExhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-2Structure Contour Map - Subsea DepthExhibit B-2Cross Section Location Map (including basin)Exhibit B-2Structure Contour Map - Subsea DepthExhibit B-3Cross Section Interests, Unit Recapitulation (Tracts)Exhibit B-2Structure Contour Map - Subsea DepthExhibit B-2Cross Section Incation Map (including wells)Exhibit B-3Cross Section Incation Map (including wells)Exhibit B-5Additional InformationN/ACERTIFICATION: I hereby certify that the information provided in t	<u> </u>
Ownership Depth Severance (including percentage above & below)Exhibit A-3JoinderExhibit A-3Sample Copy of Proposal LetterExhibit A-4List of Interest Owners (ie Exhibit A of JOA)Exhibit A-3Chronology of Contact with Non-Joined Working InterestsExhibit A-5Overhead Rates In Proposal LetterExhibit A-4Cost Estimate to Drill and CompleteExhibit A-4Cost Estimate to Equip WellExhibit A-4Cost Estimate for Production FacilitiesExhibit A-4GeologySummary (including special considerations)Exhibit B-1Spacing Unit SchematicExhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit BTarget FormationExhibit AHSU Cross SectionExhibit A-2Depth Severance DiscussionExhibit A-3Sommary of Interests, Unit Recapitulation (Tracts)Exhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1Well Bore Location Map (including basin)Exhibit B-2Cross Section Location Map (including wells)Exhibit B-3Cross Section Location Map (including wells)Exhibit B-3Cross Section Including Landing Zone)Exhibit B-5Additional InformationN/ACERTIFICATION: I hereby certify that the information provided in this checklist	
below)Exhibit A-3JoinderExhibit A-4Sample Copy of Proposal LetterExhibit A-4List of Interest Owners (ie Exhibit A of JOA)Exhibit A-3Chronology of Contact with Non-Joined Working InterestsExhibit A-5Overhead Rates In Proposal LetterExhibit A-4Cost Estimate to Drill and CompleteExhibit A-4Cost Estimate to Equip WellExhibit A-4Cost Estimate for Production FacilitiesExhibit A-4GeologySummary (including special considerations)Exhibit BSpacing Unit SchematicExhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit BTarget FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionExhibit A-2TractsExhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1Well Bore Location Map (including basin)Exhibit B-2Structure Contour Map - Subsea DepthExhibit B-2Cross Section Location Map (including wells)Exhibit B-3Cross Section Including Landing Zone)Exhibit B-2Cross Section InformationExhibit B-3Cross Section Including Landing Zone)Exhibit B-2Cross Section InformationExhibit B-3Cross Section InformationExhibit B-3Cross Section InformationExhibit B-3Cross Section Including Landing Zone)Exhibit B-5Additional InformationN/ACERTIFICATION: I hereby certify that the information provided in this checklist	<u> </u>
JoinderExhibit A-4Sample Copy of Proposal LetterExhibit A-3List of Interest Owners (ie Exhibit A of JOA)Exhibit A-3Chronology of Contact with Non-Joined Working InterestsExhibit A-5Overhead Rates In Proposal LetterExhibit A-4Cost Estimate to Drill and CompleteExhibit A-4Cost Estimate to Equip WellExhibit A-4Cost Estimate for Production FacilitiesExhibit A-4GeologySummary (including special considerations)Exhibit B-1Summary (including special considerations)Exhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit BTarget FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionExhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1Well Bore Location MapExhibit B-2Structure Contour Map - Subsea DepthExhibit B-3Cross Section Location Map (including wells)Exhibit B-3Cross Section Including Landing Zone)Exhibit B-5Additional InformationN/ACERTIFICATION: I hereby certify that the information provided in this checklist	
Sample Copy of Proposal LetterExhibit A-4List of Interest Owners (ie Exhibit A of JOA)Exhibit A-3Chronology of Contact with Non-Joined Working InterestsExhibit A-5Overhead Rates In Proposal LetterExhibit A-4Cost Estimate to Drill and CompleteExhibit A-4Cost Estimate to Equip WellExhibit A-4Cost Estimate for Production FacilitiesExhibit A-4GeologySummary (including special considerations)Exhibit BSpacing Unit SchematicExhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit BTarget FormationExhibit BHSU Cross SectionExhibit A-2C-102Exhibit A-2TractsExhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1Well Bore Location MapExhibit B-2Structure Contour Map - Subsea DepthExhibit B-2Cross Section Location Map (including wells)Exhibit B-2Cross Section Including Landing Zone)Exhibit B-2Structure Contour Map (including wells)Exhibit B-1Kribit B-2Exhibit B-3Cross Section Including Landing Zone)Exhibit B-2Cross Section Including Landing Zone)Exhibit B-5Additional InformationN/ACERTIFICATION: I hereby certify that the information provided in this checklist	
List of Interest Owners (ie Exhibit A of JOA) Exhibit A-3 Chronology of Contact with Non-Joined Working Interests Exhibit A-5 Overhead Rates In Proposal Letter Exhibit A-4 Cost Estimate to Drill and Complete Exhibit A-4 Cost Estimate to Equip Well Exhibit A-4 Goot Estimate for Production Facilities Exhibit A-4 Geology Summary (including special considerations) Exhibit B Spacing Unit Schematic Exhibit B-1 Gunbarrel/Lateral Trajectory Schematic Exhibit B Straget Formation (with rationale) Exhibit B HSU Cross Section Exhibit B-2 Depth Severance Discussion Exhibit A-2 Tracts Exhibit A-3 Summary of Interests, Unit Recapitulation (Tracts) Exhibit B-1 Summary of Interests, Unit Recapitulation (Tracts) Exhibit B-1 Structure Contour Map Subsea Depth Exhibit B-2 Structure Contour Map (including wells) Exhibit B-2 Cross Section Including Zone) Exhibit B-2 Cattor Including Landing Zone) N/A CERTIFICATION: I hereby certify that the information provided in this checklist	
Chronology of Contact with Non-Joined Working InterestsExhibit A-5Overhead Rates In Proposal LetterExhibit A-4Cost Estimate to Drill and CompleteExhibit A-4Cost Estimate to Equip WellExhibit A-4Cost Estimate for Production FacilitiesExhibit A-4GeologySummary (including special considerations)Exhibit BSpacing Unit SchematicExhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit BWell Orientation (with rationale)Exhibit BTarget FormationExhibit B-2Depth Severance DiscussionExhibit A-2C-102Exhibit A-3C-102Exhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1Well Bore Location MapExhibit B-2Structure Contour Map - Subsea DepthExhibit B-2Cross Section Location Map (including wells)Exhibit B-2Cross Section (including Landing Zone)Exhibit B-2Cross Section Including Landing Zone)Exhibit B-5Additional InformationN/ACERTIFICATION: I hereby certify that the information provided in this checklist	
Overhead Rates In Proposal LetterExhibit A-4Cost Estimate to Drill and CompleteExhibit A-4Cost Estimate to Equip WellExhibit A-4Cost Estimate for Production FacilitiesExhibit A-4GeologySummary (including special considerations)Exhibit BSpacing Unit SchematicExhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit BTarget FormationExhibit BTarget FormationExhibit BHSU Cross SectionExhibit A-2Depth Severance DiscussionExhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1General Location MapExhibit B-2Structure Contour Map - Subsea DepthExhibit B-2Cross Section (including basin)Exhibit B-2Structure Contour Map (including wells)Exhibit B-2Cross Section (including Landing Zone)Exhibit B-2Cross Section (including Landing Zone)Exhibit B-5Additional InformationN/ACERTIFICATION: I hereby certify that the information provided in this checklist	
Cost Estimate to Drill and CompleteExhibit A-4Cost Estimate to Equip WellExhibit A-4Cost Estimate for Production FacilitiesExhibit A-4GeologySummary (including special considerations)Exhibit BSpacing Unit SchematicExhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit B-6Well Orientation (with rationale)Exhibit BTarget FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionExhibit A-2Forms, Figures and TablesExhibit A-3C-102Exhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1Well Bore Location MapExhibit B-2Structure Contour Map - Subsea DepthExhibit B-2Cross Section Location Map (including wells)Exhibit B-3Cross Section (including Landing Zone)Exhibit B-5Additional InformationN/ACERTIFICATION: I hereby certify that the information provided in this checklist	
Cost Estimate to Equip WellExhibit A-4Cost Estimate for Production FacilitiesExhibit A-4GeologyExhibit A-4Summary (including special considerations)Exhibit BSpacing Unit SchematicExhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit B-6Well Orientation (with rationale)Exhibit BTarget FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionExhibit A-2Forms, Figures and TablesExhibit A-3C-102Exhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1Well Bore Location MapExhibit B-2Structure Contour Map - Subsea DepthExhibit B-2Cross Section Location Map (including wells)Exhibit B-2Cross Section (including Landing Zone)Exhibit B-5Additional InformationN/ACERTIFICATION: I hereby certify that the information provided in this checklist	
Cost Estimate for Production FacilitiesExhibit A-4GeologyExhibit BSummary (including special considerations)Exhibit BSpacing Unit SchematicExhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit B-6Well Orientation (with rationale)Exhibit BTarget FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionExhibit A-2Forms, Figures and TablesExhibit A-2C-102Exhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1Well Bore Location MapExhibit B-2Structure Contour Map - Subsea DepthExhibit B-2Cross Section (including basin)Exhibit B-3Cross Section (including Landing Zone)Exhibit B-5Additional InformationN/ACERTIFICATION: I hereby certify that the information provided in this checklist	
GeologyExhibit BSummary (including special considerations)Exhibit BSpacing Unit SchematicExhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit B-6Well Orientation (with rationale)Exhibit BTarget FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionExhibit A-2Forms, Figures and TablesExhibit A-3C-102Exhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1Well Bore Location Map (including basin)Exhibit B-2Structure Contour Map - Subsea DepthExhibit B-2Cross Section Location Map (including wells)Exhibit B-3Cross Section Location Map (including wells)Exhibit B-5Additional InformationN/ACERTIFICATION: I hereby certify that the information provided in this checklist	
Summary (including special considerations)Exhibit BSpacing Unit SchematicExhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit B-6Well Orientation (with rationale)Exhibit BTarget FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionExhibit A-2Forms, Figures and TablesExhibit A-3C-102Exhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1Well Bore Location MapExhibit B-2Structure Contour Map - Subsea DepthExhibit B-2Cross Section Location Map (including wells)Exhibit B-3Cross Section Including Landing Zone)Exhibit B-5Additional InformationN/ACERTIFICATION: I hereby certify that the information provided in this checklist	
Spacing Unit SchematicExhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit B-6Well Orientation (with rationale)Exhibit BTarget FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionExhibit AForms, Figures and TablesExhibit A-2C-102Exhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1Well Bore Location MapExhibit B-2Structure Contour Map - Subsea DepthExhibit B-2Cross Section Location Map (including wells)Exhibit B-3Cross Section Location Map (including vells)Exhibit B-5Additional InformationN/ACRTIFICATION: I hereby certify that the information provided in this checklist	
Gunbarrel/Lateral Trajectory SchematicExhibit B-6Well Orientation (with rationale)Exhibit BTarget FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionExhibit AForms, Figures and TablesExhibit A-2C-102Exhibit A-3TractsExhibit B-1Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1Well Bore Location MapExhibit B-2Structure Contour Map - Subsea DepthExhibit B-2Cross Section (including Landing Zone)Exhibit B-5Additional InformationN/ACERTIFICATION: I hereby certify that the information provided in this checklist	
Well Orientation (with rationale)Exhibit BTarget FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionExhibit AForms, Figures and TablesExhibit A-2C-102Exhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit A-3General Location Map (including basin)Exhibit B-1Well Bore Location MapExhibit B-2Structure Contour Map - Subsea DepthExhibit B-3Cross Section (including Landing Zone)Exhibit B-5Additional InformationN/ACRETIFICATION: I hereby certify that the information provided in this checklist	
Target FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionExhibit AForms, Figures and TablesExhibit A-2C-102Exhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1Well Bore Location Map (including basin)Exhibit B-1Well Bore Location Map - Subsea DepthExhibits B-3Cross Section Location Map (including wells)Exhibit B-2Cross Section (including Landing Zone)Exhibit B-5Additional InformationN/ACRTIFICATION: I hereby certify that the information provided in this checklist	
NUCExhibit B-2Depth Severance DiscussionExhibit AForms, Figures and TablesExhibit A-2C-102Exhibit A-3TractsExhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit A-3General Location Map (including basin)Exhibit B-1Well Bore Location Map (including basin)Exhibit B-2Structure Contour Map - Subsea DepthExhibits B-3Cross Section Location Map (including wells)Exhibit B-2Cross Section (including Landing Zone)Exhibit B-5Additional InformationN/ACRTIFICATION: I hereby certify that the information provided in this checklist	
Forms, Figures and TablesExhibit A-2C-102Exhibit A-3TractsExhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit A-3General Location Map (including basin)Exhibit B-1Well Bore Location MapExhibit B-2Structure Contour Map - Subsea DepthExhibit B-3Cross Section Location Map (including wells)Exhibit B-2Cross Section (including Landing Zone)Exhibit B-5Additional InformationN/ACRTIFICATION: I hereby certify that the information provided in this checklist	
C-102Exhibit A-2TractsExhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit A-3General Location Map (including basin)Exhibit B-1Well Bore Location MapExhibit B-2Structure Contour Map - Subsea DepthExhibits B-3Cross Section Location Map (including wells)Exhibit B-2Cross Section (including Landing Zone)Exhibit B-5Additional InformationN/ACRTIFICATION: I hereby certify that the information provided in this checklist	
C-102Exhibit A-2TractsExhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit A-3General Location Map (including basin)Exhibit B-1Well Bore Location MapExhibit B-2Structure Contour Map - Subsea DepthExhibits B-3Cross Section Location Map (including wells)Exhibit B-2Cross Section (including Landing Zone)Exhibit B-5Additional InformationN/ACRTIFICATION: I hereby certify that the information provided in this checklist	
Summary of Interests, Unit Recapitulation (Tracts)       Exhibit A-3         General Location Map (including basin)       Exhibit B-1         Well Bore Location Map       Exhibit B-2         Structure Contour Map - Subsea Depth       Exhibits B-3         Cross Section Location Map (including wells)       Exhibit B-2         Cross Section (including Landing Zone)       Exhibit B-5         Additional Information       Special Provisions/Stipulations         N/A       CERTIFICATION: I hereby certify that the information provided in this checklist	
General Location Map (including basin)Exhibit B-1Well Bore Location MapExhibit B-2Structure Contour Map - Subsea DepthExhibits B-3Cross Section Location Map (including wells)Exhibit B-2Cross Section (including Landing Zone)Exhibit B-5Additional InformationSpecial Provisions/StipulationsCRTIFICATION: I hereby certify that the information provided in this checklist	
Well Bore Location Map       Exhibit B-2         Structure Contour Map - Subsea Depth       Exhibits B-3         Cross Section Location Map (including wells)       Exhibit B-2         Cross Section (including Landing Zone)       Exhibit B-5         Additional Information       Special Provisions/Stipulations         CRTIFICATION: I hereby certify that the information provided in this checklist	
Structure Contour Map - Subsea Depth       Exhibits B-3         Cross Section Location Map (including wells)       Exhibit B-2         Cross Section (including Landing Zone)       Exhibit B-5         Additional Information       Special Provisions/Stipulations         CRTIFICATION: I hereby certify that the information provided in this checklist	
Cross Section Location Map (including wells)       Exhibit B-2         Cross Section (including Landing Zone)       Exhibit B-5         Additional Information       Exhibit B-5         Special Provisions/Stipulations       N/A         CERTIFICATION: I hereby certify that the information provided in this checklist	
Cross Section (including Landing Zone)       Exhibit B-5         Additional Information       Special Provisions/Stipulations         CERTIFICATION: I hereby certify that the information provided in this checklist	
Additional Information         N/A           Special Provisions/Stipulations         N/A           CERTIFICATION: I hereby certify that the information provided in this checklist	
Special Provisions/Stipulations N/A CERTIFICATION: I hereby certify that the information provided in this checklist	
CERTIFICATION: I hereby certify that the information provided in this checklist	
Printed Name (Attorney or Party Representative): Dana S. Hardy	st is complete and accurate.
Signed Name (Attorney or Party Representative): /s/ Dana S. Harc	rdy
Date: 11/25/2024	

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

#### APPLICATION OF PERMIAN RESOURCES OPERATING, LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 24973

#### SELF-AFFIRMED STATEMENT OF RYAN CURRY

1. I am employed by Permian Resources Operating, LLC ("Permian Resources") as a Landman. I am over 18 years of age, have personal knowledge of the matters addressed herein, and am competent to provide this Self-Affirmed Statement. I have previously testified before the New Mexico Oil Conservation Division ("Division") and my credentials as an expert in petroleum land matters were accepted and made a matter of record.

2. I am familiar with the land matters involved in the above-referenced case. Copies of Permian Resources' (OGRID No. 372165) application and proposed hearing notice are attached as **Exhibit A-1**.

3. Permian Resources seeks an order pooling uncommitted interests from the top of the Bone Spring formation to the base of the Second Bone Spring interval underlying a 240-acre, more or less, standard horizontal spacing unit comprised of the S/2 SE/4 of Section 14 and the S/2 S/2 of Section 13, Township 20 South, Range 27 East, Eddy County, New Mexico ("Unit").

4. Permian Resources owns a working interest in the Unit.

5. The Unit will be dedicated to the **Drum Set Fed Com 14-13 124H** well ("Well"), which will be drilled from a surface hole location in the NE/4 SW/4 (Unit K) of Section 14 to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 13.

6. The Well will be completed in the Avalon; Bone Spring pool (Code 96381).

7. The completed interval of the Well will be orthodox.

Permian Resources Operating, LLC Case No. 24973 Exhibit A Released to Imaging: 11/27/2024 4:32:06 PM

8. Applicant seeks to pool uncommitted interests from the top of the Bone Spring formation to the base of the Second Bone Spring interval at a stratigraphic equivalent of approximately 7,210' TVD as shown on the Oxy Hopsing Federal #2 (API No. 30-015-32032) well log.

9. Exhibit A-2 contains the C-102 for the Well.

10. **Exhibit A-3** contains a plat identifying ownership by tract in the Unit. This exhibit also includes any applicable lease numbers, a unit recapitulation, and the interests Permian Resources seeks to pool highlighted in yellow. All of the parties are locatable in that Permian Resources believes it located valid addresses for them.

11. Permian Resources has conducted a diligent search of all county public records including phone directories and computer databases, as well as internet searches, to locate the interest owners it seeks to pool.

12. **Exhibit A-4** contains a sample well proposal letter that was sent to interest owners for the Well. The estimated costs reflected on the AFE are fair and reasonable and comparable to the cost of other wells of similar depth and length drilled in the subject formation in the area.

13. In my opinion, Permian Resources made a good-faith effort to reach voluntary joinder of uncommitted interests in the Well as indicated by the chronology of contact described in **Exhibit A-5**.

14. In order to allow Permian Resources to obtain its just and fair share of the oil and gas underlying the subject lands, all uncommitted interests in the Unit should be pooled and Permian Resources should be designated as operator of the Well and the Unit.

15. Permian Resources requests overhead and administrative rates of \$10,000 per month while the Well is being drilled, and \$1,000 per month while the Well is producing. These

Released to Imaging: 11/27/2024 4:32:06 PM

2

rates are fair and are comparable to the rates charged by Permian Resources and other operators in the vicinity.

16. The attached exhibits were either prepared by me or under my supervision or were compiled from company business records.

17. In my opinion, the granting of Permian Resources' application would serve the interests of conservation, the protection of correlative rights, and the prevention of waste.

18. I understand this Self-Affirmed Statement will be used as written testimony in this case. I affirm that my testimony above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date next to my electronic signature below.

Ryan Curry

11/20/29 Date

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

#### APPLICATION OF PERMIAN RESOURCES OPERATING, LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 24973

#### **APPLICATION**

Pursuant to NMSA § 70-2-17, Permian Resources Operating, LLC ("Applicant") (OGRID No. 372165) applies for an order: (1) establishing a 240-acre, more or less, standard, horizontal spacing unit comprised of the S/2 SE/4 of Section 14 and the S/2 S/2 of Section 13, Township 20 South, Range 27 East, Eddy County, New Mexico ("Unit"); and (2) pooling all uncommitted interests from the top of the Bone Spring formation to the base of the Second Bone Spring interval underlying the Unit. In support of its application, Applicant states the following.

1. Applicant is a working interest owner in the Unit and has the right to drill wells thereon.

2. The Unit will be dedicated to the **Drum Set Fed Com 14-13 124H** well ("Well"), which will be drilled from a surface hole location in the NE/4 SW/4 (Unit K) of Section 14 to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 13.

3. The completed interval of the Well will be orthodox.

4. Applicant seeks to pool uncommitted interests from the top of the Bone Spring formation to the base of the Second Bone Spring interval at a stratigraphic equivalent of approximately 7,210' TVD as shown on the Oxy Hopsing Federal #2 (API No. 30-015-32032) well log.

Permian Resources Operating, LLC Case No. 24973 Exhibit A-1 5. Applicant has undertaken diligent, good faith efforts to obtain voluntary agreements from all interest owners to participate in the drilling of the Well but has been unable to obtain voluntary agreements from all interest owners.

6. The pooling of uncommitted interests will avoid the drilling of unnecessary wells, prevent waste, and protect correlative rights.

7. In order to allow Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, all uncommitted interests in the Unit should be pooled and Applicant should be designated the operator of the Well and the Unit.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on December 5, 2024, and, after notice and hearing as required by law, the Division enter an order:

- A. Pooling all uncommitted interests in the Unit;
- B. Approving the Well in the Unit;
- C. Designating Permian Resources Operating, LLC as operator of the Unit and the Well to be drilled thereon;
- D. Authorizing Permian Resources Operating, LLC to recover its costs of drilling, equipping, and completing the Well;
- E. Approving the actual operating charges and costs of supervision while drilling and after completion, together with a provision adjusting the rates pursuant to the COPAS accounting procedures; and
- F. Imposing a 200% charge for the risk assumed by Permian Resources Operating, LLC in drilling and completing the Well against any working interest owner who does not voluntarily participate in the drilling of the Well.

Respectfully submitted,

#### HINKLE SHANOR LLP

/s/ Dana S. Hardy Dana S. Hardy Jaclyn M. McLean Dylan M. Villescas P.O. Box 2068 Santa Fe, NM 87504-2068 Phone: (505) 982-4554 dhardy@hinklelawfirm.com jmclean@hinklelawfirm.com dvillescas@hinklelawfirm.com *Counsel for Permian Resources Operating, LLC*  Application of Permian Resources Operating, LLC for Compulsory Pooling, Eddy County,

**New Mexico.** Permian Resources Operating, LLC ("Applicant") applies for an order: (1) establishing a 240-acre, more or less, standard horizontal spacing unit comprised of the S/2 SE/4 of Section 14 and the S/2 S/2 of Section 13, Township 20 South, Range 27 East, Eddy County, New Mexico ("Unit"); and (2) pooling all uncommitted interests from the top of the Bone Spring formation to the base of the Second Bone Spring interval underlying the Unit. The Unit will be dedicated to the **Drum Set Fed Com 14-13 124H** well ("Well"), which will be drilled from a surface hole location in the NE/4 SW/4 (Unit K) of Section 14 to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 13. The completed interval of the Well will be orthodox. Applicant seeks to pool uncommitted interests from the top of the Bone Spring formation to the base of the Second Bone Spring interval at a stratigraphic equivalent of approximately 7,210' TVD as shown on the Oxy Hopsing Federal #2 (API No. 30-015-32032) well log. Also to be considered will be the cost of drilling and completing the Well, and a 200% charge for the risk involved in drilling and completing the Well. The Well is located approximately 10 miles North of Carlsbad, New Mexico.

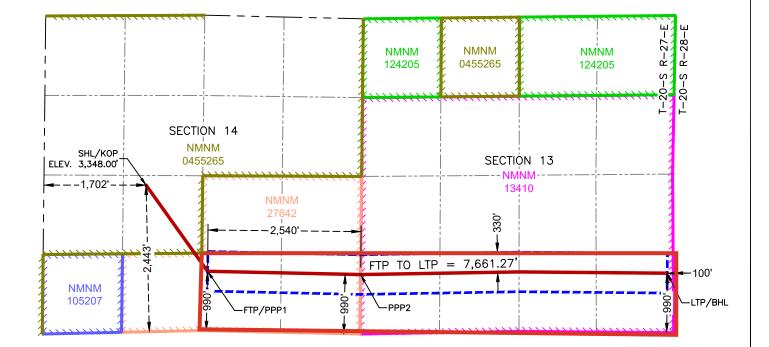
									an Resourc Io. 24973	• • • • • • • • • • • • • • • • • • •
C-102       State of Ne         Submit Electronically       OIL CONSERVAT         Via OCD Permitting       OIL CONSERVAT				ew Mexico Exhibit A-2 Revised July 9, Jural Resources Department			Revised July 9, 2024			
				JUNSERVA			Submittal	🗹 Initial Su	ubmittal	
								Type:	🗆 Amende	ed Report
								🗆 As Drille	ed	
			1			ON INFORMATION				
API Nu	umber TE	3D	Pool Code	96381		Pool Name Avalon; E	Bone Spring			
Proper	operty Code TBD Property Name Well Number 124H					124H				
OGRIE	D No. 37216	5	Operator N		RMIAN RESOL	IRCES OPERATING	. LLC			vel Elevation , <b>348.00'</b>
		owner: □ Stat	te 🗆 Fee 🗆				ner: 🗌 State	□ Fee □		-
JL	Section	Township	Range	Lot	Surfa Ft. from N/S	ce Location Ft. from E/W	Latitude	1.	ongitude	County
K K	Section 14	20S	27E		2,443' FSL	1,702' FWL	32.5729		04.254774°	EDDY
1	'*	203				-	52.5729	-1	J-7.2J7//4	
JL	Section	Township	Range	Lot	Bottom Ft. from N/S	Hole Location	Latitude	11	ongitude	County
P	13	20S	27E		990' FSL	100' FEL	32.5689		04.226585°	EDDY
<u> </u>										2001
Dedica	ated Acres	Infill or Defir	ning Well	Defininç	y Well API	Overlapping Spacing	g Unit (Y/N)	Consolidat	ion Code	
24	40.00	Defining		TBD		N		TBD		
Order	Numbers.	TBD		4		Well setbacks are u	Inder Commo	n Ownersh	iip: ⊠Yes ⊟I	No
					Kick O	ff Point (KOP)				
JL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Lo	ongitude	County
к	14	20S	27E		2,443' FSL	1,702' FWL	32.5729		04.254774°	EDDY
					I First Ta	Ike Point (FTP)				
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Lo	ongitude	County
ο	14	20S	27E		990' FSL	2,540' FEL	32.5690	46° -1	04.251451°	EDDY
				<u> </u>	Last Ta	ake Point (LTP)				
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Lo	ongitude	County
Ρ	13	20S	27E		990' FSL	100' FEL	32.5689	38° -10	04.226585°	EDDY
			·	Spacing	·	·			wation:	•
Unitize	ed Area or A	rea of Uniform	n Interest	Spacing	g Unit Type 🛛 Ho	rizontal 🗆 Vertical	Groun			
		rea of Uniform			j Unit Type ⊠ Ho	rizontal    Vertical		a Floor Ele		
OPER I hereby best of that this	ATOR CER y certify that th my knowledge s organization	TIFICATIONS ne information c e and belief, and e either owns a v	contained herei d, if the well is working interes	n is true and a vertical or st or unlease	d complete to the r directional well, ed mineral interest	1	CATIONS rell location sho me or under my	wn on this p	lat was plotted	
OPER. I hereby best of that this in the la well at unlease	ATOR CER y certify that th my knowledge s organization and including i this location p ed mineral int	TIFICATIONS he information c e and belief, and either owns a v the proposed bc ursuant to a cor versest, or to a vo	contained herei d, if the well is working interes ottom hole loca ntract with an o oluntary pooling	n is true and a vertical or st or unlease ation or has owner of a v	d complete to the r directional well,	SURVEYOR CERTIFI I hereby certify that the w actual surveys made by r	CATIONS rell location sho ne or under my belief.	wn on this p supervision	lat was plotted	
OPER. I hereby best of that this in the la well at t unlease pooling If this w	ATOR CER y certify that th my knowledge s organization and including to this location p ed mineral int order heretof vell is a horizoo	TIFICATIONS ne information co e and belief, and either owns a v the proposed bo nursuant to a cor erest, or to a vo fore entered by t ntal well, I furthe	contained herei d, if the well is working interes ottom hole loca ntract with an o oluntary pooling the division. er certify that th	in is true and a vertical or st or unlease tion or has owner of a v g agreemen his organiza	d complete to the r directional well, ed mineral interest a right to drill this vorking interest or t or a compulsory tion has received	SURVEYOR CERTIFI I hereby certify that the w actual surveys made by r correct to the best of my	CATIONS rell location sho me or under my belief. INAR T BE RECORDED BE USED OR VIII	wn on this p supervision	lat was plotted	
OPER. I hereby best of that this in the la well at t unlease pooling If this w the con mineral the well	ATOR CER y certify that th my knowledge s organization and including i this location p ed mineral int order heretof vell is a horizoo issent of at leas l interest in ea	TIFICATIONS ne information co e and belief, and either owns a v the proposed bo oursuant to a co fore entered by to ntal well, I furthe st one lessee or cot tract (in the t interval will be le	contained herei d, if the well is working interes ottom hole loca ntract with an o oluntary pooling the division. er certify that th owner of a wo target pool or fo	in is true and a vertical or st or unlease ation or has owner of a w g agreemen his organiza orking intere- ormation) in	d complete to the r directional well, ed mineral interest a right to drill this vorking interest or t or a compulsory tion has received st or unleased which any part of	SURVEYOR CERTIFI I hereby certify that the w actual surveys made by r correct to the best of my <b>PRELIN</b> THIS DOCUMENT SHALL NOT PURPOSE AND SHALL NOT	CATIONS rell location sho ne or under my belief. INAR T BE RECORDED T BE RECORDED T BE USED OR VII L SURVEY DOCL PHIPPS P.S.	wn on this p supervision D FOR ANY EWED OR JMENT. 29796	lat was plotted	
OPER. I hereby best of that this in the la well at t unlease pooling If this w the con mineral the well order fr	ATOR CER y certify that th my knowledge s organization and including i this location p ed mineral int order heretof yell is a horizoon sent of at leas i interest in ea l's completed rom the divisio	TIFICATIONS ne information co e and belief, and either owns a v the proposed bo oursuant to a co fore entered by to ntal well, I furthe st one lessee or cot tract (in the t interval will be le	contained herei d, if the well is working interes ottom hole loca ntract with an o oluntary pooling the division. er certify that th owner of a wo target pool or fa located or obta	in is true and a vertical or st or unlease ation or has owner of a w g agreemen his organiza orking interea ormation) in ined a comp	d complete to the r directional well, ed mineral interest a right to drill this vorking interest or t or a compulsory tion has received st or unleased which any part of	SURVEYOR CERTIFI I hereby certify that the w actual surveys made by r correct to the best of my <b>PRELIN</b> THIS DOCUMENT SHALL NOT PURPOSE AND SHALL NOT RELIED UPON AS A FINA NICHOLAS COLE F COOSA CONSULTII PO BOX 1583, MIDL	CATIONS rell location sho me or under my belief. INAR T BE RECORDED BE USED OR VII L SURVEY DOCL PHIPPS P.S. NG CORPOR LAND, TEXAS	wn on this p supervision FOR ANY EWED OR JMENT. 29796 ATION 3 79701	lat was plotted	
OPER. best of that this in the la well at t unlease pooling If this w the con mineral the well	ATOR CER y certify that th my knowledge s organization and including i this location p ed mineral int order heretof yell is a horizoon sent of at leas i interest in ea l's completed rom the divisio	TIFICATIONS ne information co e and belief, and either owns a v the proposed bo oursuant to a co fore entered by to ntal well, I furthe st one lessee or cot tract (in the t interval will be le	contained herei d, if the well is working interes ottom hole loca ntract with an o oluntary pooling the division. er certify that th owner of a wo target pool or fa located or obta	in is true and a vertical or st or unlease ation or has owner of a w g agreemen his organiza orking intere- ormation) in	d complete to the r directional well, ed mineral interest a right to drill this vorking interest or t or a compulsory tion has received st or unleased which any part of	SURVEYOR CERTIFI I hereby certify that the w actual surveys made by r correct to the best of my <b>PRELIN</b> THIS DOCUMENT SHALL NOT PURPOSE AND SHALL NOT RELIED UPON AS A FINA NICHOLAS COLE F COOSA CONSULTI	CATIONS rell location sho me or under my belief. INAR T BE RECORDED BE USED OR VII L SURVEY DOCL PHIPPS P.S. NG CORPOR LAND, TEXAS	wn on this p supervision FOR ANY EWED OR JMENT. 29796 ATION 3 79701	lat was plotted	
OPER. I hereby best of that this in the la well at t unlease pooling If this w the con mineral the well order fr	ATOR CER y certify that th my knowledge s organization and including i this location p ed mineral int order heretof vell is a horizon sent of at leas l interest in ea l's completed rom the divisio	TIFICATIONS ne information co e and belief, and either owns a v the proposed bo oursuant to a co rerest, or to a vo fore entered by to ntal well, I furthe st one lessee or cot tract (in the t interval will be le	contained herei d, if the well is working interes ottom hole loca ntract with an o oluntary pooling the division. er certify that th owner of a wo target pool or fa located or obta	in is true and a vertical or st or unlease ation or has owner of a w g agreemen his organiza orking interea ormation) in ined a comp	d complete to the r directional well, ed mineral interest a right to drill this vorking interest or t or a compulsory tion has received st or unleased which any part of	SURVEYOR CERTIFI I hereby certify that the w actual surveys made by r correct to the best of my <b>PRELIN</b> THIS DOCUMENT SHALL NOT PURPOSE AND SHALL NOT RELIED UPON AS A FINA NICHOLAS COLE F COOSA CONSULTII PO BOX 1583, MIDL	CATIONS rell location sho me or under my belief. INAR T BE RECORDED BE USED OR VII L SURVEY DOCL PHIPPS P.S. NG CORPOR LAND, TEXAS	wn on this p supervision C FOR ANY EWED OR JMENT. 29796 ATION 3 79701 eyor	lat was plotted	

Released to Imaging: 11/27/2024 4:32:06 PM

#### Received by OCD: 11/27/2024 9:55:44 AM ACREAGE DEDICATION PLATS

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.



SURFACE HOLE LOCATION & KICK-OFF POINT 2,443' FSL & 1,702' FWL ELEV. = 3,348.00'
NAD 83 X = 565,537.19' NAD 83 Y = 572,195.07'
NAD 83 LAT = 32.572995°
NAD 83 LONG = -104.254774°
NAD 27 X = 524,357.03'
NAD 27 Y = 572,133.92'
NAD 27 LAT = 32.572878°
NAD 27 LONG = -104.254265°

FIRST TAKE POINT & PENETRATION POINT 1 990' FSL & 2,540' FEL NAD 83 X = 566,562.05' NAD 83 LAT = 32.569046° NAD 83 LONG = -104,251451° NAD 27 X = 525,381.84' NAD 27 Y = 570,698.26' NAD 27 LAT = 32.568929° NAD 27 LAT = 32.568929°

PENETRATION POINT 2 990' FSL & 0' FEL NAD 83 X = 569,113.22' NAD 83 Y = 570,704.25' NAD 83 LAT = 32.568889° NAD 83 LONG = -104.243170° NAD 27 X = 527,932.99' NAD 27 Y = 570,643.10' NAD 27 LAT = 32.568772° NAD 27 LONG = -104.242661° LAST TAKE POINT & BOTTOM HOLE LOCATION 990' FSL & 100' FEL NAD 83 X = 574,222.25' NAD 83 L = 570,726.99' NAD 83 LAT = 32.568938° NAD 83 LONG = -104.226585° NAD 27 X = 533,042.00'

NAD 27 Y = 570,665.80'

NAD 27 LAT = 32.568821° NAD 27 LONG = -104.226077°

#### Permian Resources Operating, LLC Drum Set 14-13 Fed Com #124H

<u>Township 20 South – Range 27 East, N.M.P.M.</u> Section 13: S/2S/2 Section 14: S/2SE/4 Eddy, County New Mexico Containing 240.00 acres, more or less Limited in depth to from the Top of the Bone Spring Formation to the Base of the 2<sup>nd</sup> Bone Spring Formation.

Sectio	on 14	Sectio	on 13	

Tract 1	USA BLM NMNM-013410
Tract 2	USA BLM NMNM-027642

Permian Resources Operating, LLC Case No. 24973 Exhibit A-3

.

#### Tract 1: S/2S/2 of Section 13 Containing 160.00 acres, more or less

EOG Resources, Inc.*	75.00000%
Permian Resources Operating, LLC	25.00000%
OXY USA Inc.	Lessee of Record
Total	100.00000%

#### Tract 2: S/2SE/4 of Section 14 Containing 80.00 acres, more or less

Viersen Oil & Gas Co.	37.500000%
Northern Oil & Gas Inc.	62.500000%
Harvard & Lemay Exploration Ltd. Series 1977-A	Lessee of Record
Harvard & Lemay Exploration Ltd. Series 1978-A	Lessee of Record
Harvard & Lemay Exploration Co	Lessee of Record
Murphy Minerals Corp	Lessee of Record
Tom Boyd Drilling Co.	Lessee of Record
Total	100.00000%

#### **Unit Working Interest**

Permian Resources Operating, LLC	16.666667%
EOG Resources, Inc.*	50.00000%
Viersen Oil & Gas Co.	12.500000%
Northern Oil & Gas Inc.	20.833333%
OXY USA Inc.	Lessee of Record
Harvard & Lemay Exploration Ltd. Series 1977-A	Lessee of Record
Harvard & Lemay Exploration Ltd. Series 1978-A	Lessee of Record
Harvard & Lemay Exploration Co	Lessee of Record
Murphy Minerals Corp	Lessee of Record
Tom Boyd Drilling Co.	Lessee of Record
Total	100.000000%
Total committed to unit	16.666667%
Total seeking to pool	70.833333%
Parties seeking to pool	

\* Denotes Lessee of Record/Record Title



300 N. MARIENFELD STREET, SUITE 1000 MIDLAND, TX 79701

**OFFICE** 432.695.4222 **FAX** 432.695.4063

August 28, 2024

Via Certified Mail

EOG Resources, Inc. 5509 Champions Drive Midland, Texas 79706

#### RE: Well Proposals – Drum Set Fed Com 14-13 S/2 of Section 13 & the SE/4 of Section 14, T20S-R27E Eddy County, New Mexico

To Whom It May Concern:

Permian Resources Operating, LLC ("Permian"), as operator, hereby proposes the drilling and completion of the following five (5) wells, the Drum Set Fed Com 14-13 at the following approximate locations within Township 20 South, Range 27 East, Eddy Co., NM:

#### 1. Drum Set Fed Com 14-13 123H

SHL: Unit Letter J of Section 14, or at a legal location in Section 14 BHL: 10' FEL & 2,310' FSL of Section 13 FTP: 2,540' FEL & 2,310' FSL of Section 14 LTP: 100' FEL & 2,310' FSL of Section 13 TVD: Approximately 7,030' TMD: Approximately 14,815' Proration Unit: N/2SE/4 of Section 14 & the N/2S/2 of Section13 Targeted Interval: 2<sup>nd</sup> Bone Spring Total Cost: See enclosed AFE

#### 2. Drum Set Fed Com 14-13 124H

SHL: Unit Letter O of Section 14, or at a legal location in Section 14 BHL: 10' FEL & 990' FSL of Section 13 FTP: 2,540' FEL & 990' FSL of Section 14 LTP: 100' FEL & 990' FSL of Section 13 TVD: Approximately 7,030' TMD: Approximately 14,815' Proration Unit: S/2SE/4 of Section 14 & the S/2S/2 of Section 13 Targeted Interval: 2<sup>nd</sup> Bone Spring Total Cost: See enclosed AFE

#### 3. Drum Set Fed Com 14-13 133H

SHL: Unit Letter J of Section 14, or at a legal location in Section 14 BHL: 10' FEL & 1,980' FSL of Section 13 FTP: 2,540' FEL & 1,980' FSL of Section 14 LTP: 100' FEL & 1,980' FSL of Section 13 TVD: Approximately 8,275' TMD: Approximately 16,060' Proration Unit: N/2SE/4 of Section 14 & the N/2S/2 of Section 13 Targeted Interval: 3<sup>rd</sup> Bonespring Total Cost: See enclosed AFE

> Permian Resources Operating, LLC Case No. 24973 Exhibit A-4

#### 4. Drum Set Fed Com 14-13 134H

SHL: Unit Letter O of Section 14, or at a legal location in Section 14 BHL: 10' FEL & 330' FSL of Section 13 FTP: 2,540' FEL & 330' FSL of Section 14 LTP: 100' FEL & 330' FSL of Section 13 TVD: Approximately 8,325' TMD: Approximately 16,110' Proration Unit: S/2SE/4 of Section 14 & the S/2S/2 of Section 13 Targeted Interval: 3<sup>rd</sup> Bonespring Total Cost: See enclosed AFE

# 5. Drum Set Fed Com 14-13 204H SHL: Unit Letter O of Section 14, or at a legal location in Section 14 BHL: 10' FEL & 1,155' FSL of Section 13 FTP: 2,540' FEL & 1,155' FSL of Section 14 LTP: 100' FEL & 1,155' FSL of Section 13 TVD: Approximately 8,670' TMD: Approximately 16,455' Proration Unit:SE/4 of Section 14 & S/2 of Section 13 Targeted Interval: Wolfcamp Total Cost: See enclosed AFE

The locations, TVDs, and targets are approximate and subject to change dependent on surface or subsurface issues encountered. Permian is proposing to drill these wells under the modified terms of the 1989 AAPL Operating Agreement and a form of said Operating Agreement is available upon request. The Operating Agreement has the following general provisions:

- 100%/300%/300% non-consent provisions
- \$10,000/\$1,000 drilling and producing rates
- Permian Resources Operating, LLC named as Operator

Please indicate your election to participate in the drilling and completion of the proposed wells on the enclosed ballot. Please sign and return one copy of this letter, signed copies of the proposed AFEs, a signed copy of the enclosed insurance declaration, and your geologic well requirements.

In the interest of time, should we not reach an agreement within thirty (30) days of the date of your receipt of this letter, Permian will apply to the New Mexico Oil Conservation Division for compulsory pooling of your interest into spacing units for the proposed wells. If you do not wish to participate, Permian would be interested in acquiring your interest in the subject lands which is subject to further mutually agreeable negotiation.

Thank you for your time and consideration, if you have any questions at all, please don't hesitate to contact me at 432.400.0209 or Kathryn Hanson by email at <u>Kathryn.hanson@permianres.com</u>.

Respectfully,

Ryan B Curry

Ryan Curry Senior Landman Enclosures

#### Drum Set Fed Com 14-13 Elections:

Well Elections: (Please indicate your responses in the spaces below)					
Well(s)	Elect to Participate	Elect to <u>NOT</u> Participate			
Drum Set Fed Com 14-13 123H					
Drum Set Fed Com 14-13 124H					
Drum Set Fed Com 14-13 133H					
Drum Set Fed Com 14-13 134H					
Drum Set Fed Com 14-13 204H					

Company Name (If Applicable):

By: \_\_\_\_\_

Printed Name: \_\_\_\_\_

Date: \_\_\_\_\_

#### Participate / Rejection Declaration

Please return this page to Permian Resources Operating, LLC ("Permian") by the date specified in the letter, signed indicating your election to either participate in or reject this insurance program. If you reject the insurance coverage arranged by Permian, then, to the extent that Permian has an obligation to secure any such insurance on your behalf under any applicable agreements or otherwise, Permian will be relieved of such obligation, and Permian will assume that you maintain appropriate levels of insurance and will provide a current Certificate of Insurance upon request. If you fail to make an election within 30 days from receipt of this notice, you will be deemed a participant in the program as detailed on the attached and billed for your percentage participation as such.

- I hereby elect to participate in the insurance coverage arranged by Permian Resources
   Operating, LLC and understand that I will be charged for such participation.
- I hereby elect to reject the insurance coverage arranged by Permian Resources Operating, LLC.

Company Name (If Applicable):

\_\_\_\_\_

By: \_\_\_\_\_

Printed Name: \_\_\_\_\_

Date:\_\_\_\_\_



AFE Number:		Description:	Drum Set Fed Com 14 -13 124H	
AFE Name:	Drum Set Fed Com 14 -13 124H	AFE TYPE:	Drill and Complete	
Well Operator:	PERMIAN RESOURCES			
Operator AFE #:				
<u>Account</u>	Description			Gross Est. (\$
Artificial Lift Intangil	ble			
8060.1200	IAL - WORKOVER RIG			\$17,000.0
8060.2300	IAL - COMPLETION FLUIDS			\$5,000.0
8060.3400	IAL - RENTAL EQUIPMENT			\$5,000.0
8060.3410	IAL - LAYDOWN MACHINE			\$5,000.0
8060.1400	IAL - WIRELINE OPEN/CASED HOLE			\$10,000.0
8060.2600	IAL - CONTRACT LABOR/ROUSTABOUT			\$15,000.0
8060.1900	IAL - INSPECTION & TESTING			\$3,000.0
8060.2000	IAL - TRUCKING/VACUUM/TRANSP			\$5,000.0
8060.2010	IAL - KILL TRUCK			\$5,000.0
8060.3500	IAL - WELLSITE SUPERVISION			\$5,000.0
8060.3420	IAL - REVERSE UNIT RENTAL			\$5,000.0
			Sub-total	\$80,000.0
Completion Intangib	le			
8025.1400	ICC - WIRELINE OPEN/CASED HOLE			\$40,000.0
8025.2300	ICC - COMPLETION FLUIDS			\$10,000.0
8025.1100	ICC - ROAD, LOCATIONS, PITS			\$10,500.0
8025.2600	ICC - CONTRACT LABOR/ROUSTABOUT			\$15,000.0
8025.1600	ICC - COILED TUBING			\$184,906.0
8025.3500	ICC - WELLSITE SUPERVISION			\$97,200.0
8025.1800	ICC - WATER DISPOSAL/VACUUM TRUCK			\$11,970.0
8025.3000	ICC - WATER HANDLING			\$118,110.0
8025.2200	ICC - ELECTRIC LOGGING / PERFORATING			\$343,035.0
8025.3100	ICC - WELLHEAD/FRACTREE REPAIR			\$40,000.0
8025.3700	ICC - SAFETY / ENVIRONMENTAL			\$15,000.0
8025.3600	ICC - SUPERVISION/ENGINEERING			\$5,000.0
8025.2000	ICC - TRUCKING			\$14,375.0
8025.1500	ICC - FUEL / POWER			\$427,133.0
8025.3800	ICC - OVERHEAD			\$10,000.0
8025.3400	ICC - RENTAL EQUIPMENT			\$208,314.0
8025.3050	ICC - SOURCE WATER			\$267,717.0
8025.2500	ICC - WELL STIMULATION/FRACTUR			\$2,025,826.0
			Sub-total	\$3,844,086.0
Drilling Intangible				
8015.4300	IDC - WELLSITE SUPERVISION			\$90,000.0
8015.1900	IDC - DIRECTNL DRILL & SURVEY			\$241,860.0
8015.3000	IDC - CEMENT SERV/FLOAT EQUIP			\$252,725.0
8015.3200	IDC - CONTRACT LABOR/ROUSTABOUT			\$55,000.0
8015.1600	IDC - RIG MOB / STANDBY RATE			\$35,500.0
8015.2300	IDC - FUEL / POWER			\$153,398.4
8015.2150	IDC - DRILL BIT			\$142,500.0

# Received by OCD: 11/27/2024 9:55:44 AM

**Cost Estimate** 

Page 20 of 49

Printed Date: Aug 27, 2024

RESOURCES		Printed Date: Aug 27, 2024	
<u>Account</u>	Description		<u>Gross Est. (\$)</u>
8015.1100	IDC - STAKING & SURVEYING		\$15,000.00
8015.4600	IDC - SAFETY / ENVIRONMENTAL		\$15,000.00
8015.1300	IDC - SURFACE DAMAGE / ROW		\$35,000.00
8015.2500	IDC - MUD/CHEMICALS/ACIDIZING		\$152,610.06
8015.1400	IDC - ROAD, LOCATIONS, PITS		\$85,000.00
8015.2350	IDC - FUEL/MUD		\$72,187.50
8015.2000	IDC - CONDUCTOR HOLE & SERVICE		\$53,125.00
8015.3100	IDC - CASING CREW & TOOLS		\$52,500.00
8015.3800	IDC - WELLHEAD PREPARE/REPAIR		\$12,500.00
8015.1700	IDC - DAYWORK CONTRACT		\$565,781.25
8015.2700	IDC - INSPECTION, TESTING & REPAIR		\$55,000.00
8015.3700	IDC - DISPOSAL		\$105,114.00
8015.5000	IDC - WELL CONTROL INSURANCE		\$8,250.00
8015.1310	IDC - PERMANENT EASEMENT		\$12,000.00
8015.1000	IDC - PERMITS,LICENSES,ETC		\$15,000.00
8015.1200	IDC - LEGAL, TITLE SERVICES		\$13,000.00
8015.2400	IDC - RIG WATER		\$15,000.00
8015.3500	IDC - TRUCKING/VACUUM/ TRANSP		\$22,500.00
8015.5200	IDC - CONTINGENCY		\$122,911.68
8015.1500	IDC - RIG MOB / TRUCKING		\$225,000.00
8015.2200	IDC - BITS, TOOLS, STABILIZERS		\$50,038.00
8015.4100	IDC - RENTAL EQUIPMENT		\$67,500.00
8015.4200	IDC - MANCAMP		\$52,500.00
8015.3600	IDC - SOLIDS CONTROL/ CLOSED LOOP SYSTEM		\$55,781.25
8015.3400	IDC - MATERIALS & SUPPLIES		\$5,000.00
		Sub-total	\$2,854,282.24
Artificial Lift Tang	ible		
8065.2100	TAL - WELL SITE POWER EQUIPMENT/INSTALL		\$60,000.00
8065.2300	TAL - GAS LIFT INJECTION LINE & INSTALL		\$60,000.00
8065.3100	TAL - MEASUREMENT EQUIPMENT		\$30,000.00
8065.2000	TAL - WELLHEAD EQUIPMENT		\$60,000.00
8065.3200	TAL - COMM, TELEMETRY & AUTOMA		\$10,000.00
8065.1320	TAL - GAS LIFT EQUIPMENT/INSTALL		\$30,000.00
8065.2500	TAL - VALVES/CONNECTIONS/FTGS		\$15,000.00
0005 0400			<b>*</b> ~~~~~~~~~~

Flowback Intangible

8040.4000

8065.2400

8065.2200

8065.1100

**Pipeline** 8036.1300

8036.2800

8036.2200

8036.3200

IFC - CHEMICALS

TAL - TUBING

TAL - COMPRESSOR INSTALL & STARTUP

PLN - SURFACE DAMAGE / ROW

PLN - VALVES FITTINGS & PIPE

PLN - FLOWLINE MATERIAL

PLN - CONTRACT LABOR

TAL - OHP INFRASTRUCTURE EQUIPMENT/INSTALL

\$15,000.00

\$300,000.00

\$140,000.00

\$125,000.00

\$830,000.00

\$11,250.00

\$30,000.00

\$30,000.00

\$20,000.00

\$91,250.00

Sub-total

Sub-total

# Received by OCD: 11/27/2024 9:55:44 AM RESOURCES

Printed Date: Aug 27, 2024

			0
<u>Account</u>	Description		<u>Gross Est. (\$</u>
8040.2000	IFC - TRUCKING/VACUUM/TRANSP		\$20,000.00
8040.1100	IFC - ROADS LOCATIONS / PITS		\$5,000.00
8040.3430	IFC - SURFACE PUMP RENTAL		\$20,000.00
8040.2900	IFC - WELL TESTING / FLOWBACK		\$125,000.00
8040.3420	IFC - TANK RENTALS		\$20,000.00
8040.1899	IFC - FRAC WATER RECOVERY		\$197,333.25
8040.3500	IFC - WELLSITE SUPERVISION		\$10,000.00
		Sub-total	\$412,333.25
Facilities			
8035.1500	FAC - MATERIALS & SUPPLIES		\$2,000.00
8035.3400	FAC - METER & LACT		\$25,000.00
8035.1700	FAC - RENTAL EQUIPMENT		\$5,000.00
8035.3700	FAC - AUTOMATION MATERIAL		\$20,000.00
8035.3200	FAC - VALVES FITTINGS & PIPE		\$40,000.00
8035.2200	FAC - CONTRACT LABOR / ROUSTAB		\$10,000.00
8035.1600	FAC - TRANSPORTATION TRUCKING		\$5,000.00
8035.3600	FAC - ELECTRICAL		\$20,000.00
8035.2100	FAC - INSPECTION & TESTING		\$2,000.00
8035.3000	FAC - HEATER TREATER/SEPARATOR		\$115,000.00
8035.2500	FAC - CONSULTING SERVICES		\$2,000.00
8035.2400	FAC - SUPERVISION		\$2,000.00
		Sub-total	\$248,000.00
Drilling Tangible			
8020.1200	TDC - CASING - INTERMEDIATE - 1		\$304,284.06
8020.1400	TDC - CASING - PRODUCTION		\$671,963.14
8020.1500	TDC - WELLHEAD EQUIPMENT		\$63,750.00
8020.1100	TDC - CASING - SURFACE		\$92,132.03
		Sub-total	\$1,132,129.24
Completion Tangib	le		
8030.2000	TCC - WELLHEAD EQUIPMENT		\$47,250.00
		Sub-total	\$47,250.00
		Grand Total	\$9,539,330.73



300 N. MARIENFELD STREET, SUITE 1000 MIDLAND, TX 79701

#### Drum Set Fed Com 13-14 – Chronology of Communication

August 28, 2024 – Proposal sent to all parties.

September 6, 2024 – Email correspondence with Northern Oil & Gas, Inc. regarding information on interest.

September 9, 2024 – Email correspondence with Northern Oil & Gas, Inc. regarding information on interest.

September 12, 2024 – Email correspondence with Northern Oil & Gas, Inc. regarding information on interest.

September 27, 2024 – Received Viersen Oil & Gas Co's election to participate in 123, 124, 133, 134, 204; non-consent in 113

September 30, 2024 – Email correspondence with Viersen Oil & Gas Co regarding proposals.

October 2, 2024 – Received Northern Oil & Gas, Inc.'s elections to participate in 123, 124, 133., 134, 204; non-consent 113 & 114.

October 7, 2024 – Offer sent to EOG Resources, Inc. for their interest in the project.

#### 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. 24972, 24973, 24974, 24975

#### SELF-AFFIRMED STATEMENT OF CHRIS CANTIN

1. I am a geologist with Permian Resources Operating, LLC ("Permian Resources"). I am over 18 years of age, have personal knowledge of the matters addressed herein, and am competent to provide this Self-Affirmed Statement. I have previously testified before the New Mexico Oil Conservation Division ("Division") and my credentials as an expert in geology were accepted and made a matter of record.

2. I am familiar with the geological matters that pertain to the above-referenced cases.

3. **Exhibit B-1** is a regional locator map that identifies the Drum Set project area, in proximity to the Capitan Reef within the Delaware Basin, for the Bone Spring horizontal spacing units that are the subject of these applications.

4. **Exhibit B-2** is a cross-section location map for the proposed horizontal spacing units ("Units") within the Bone Spring formation. The approximate wellbore paths for the proposed **Drum Set Fed Com 14-13 123H**, **Drum Set Fed Com 14-13 124H**, **Drum Set Fed Com 14-13 133H**, and **Drum Set Fed Com 14-13 134H** wells ("Wells") are represented by dashed lines. Existing producing wells in the targeted interval are represented by solid lines. This map identifies the cross-section running from A-A' with the cross-section wells name and a black line in proximity to the proposed Wells. The pooling unit areas are defined by blue boxes and are labeled with their respective case numbers.

Permian Resources Operating, LLC Case No. 24973 Exhibit B Released to Imaging: 11/27/2024 4:32:06 PM

5. **Exhibit B-3** is a Subsea Structure map on the Base of the Second Bone Spring formation in TVD subsea with a contour interval of 50 ft. The map identifies the approximate wellbore paths for the proposed Wells with an orange dashed line. It also identifies the location of the cross-section running from A-A' in proximity to the proposed Wells. The data points are indicated by red stars. The map demonstrates the formation is gently dipping to the east-southeast in this area. I do not observe any faulting, pinch-outs, or geologic impediments to developing the targeted intervals with horizontal wells.

6. **Exhibit B-4** is a Subsea Structure map on the Base of the Third Bone Spring formation in TVD subsea with a contour interval of 50 ft. The map identifies the approximate wellbore paths for the proposed Wells with an red dashed line. It also identifies the location of the cross-section running from A-A' in proximity to the proposed Wells. The data points are indicated by red stars. The map demonstrates the formation is gently dipping to the east-southeast in this area. I do not observe any faulting, pinch-outs, or geologic impediments to developing the targeted intervals with horizontal wells.

7. **Exhibit B-5** is a stratigraphic cross-section from A to A' using the representative wells identified on Exhibit B-3. It contains gamma ray, resistivity, and porosity logs. The cross section is oriented from west to east and is hung on the base of the Second Bone Spring formation. The proposed landing zones for the Wells are labeled on the exhibit. The approximate well-paths for the proposed Wells are indicated by dashed lines to be drilled from west to east across the units. This cross-section demonstrates the target intervals are continuous across the Unit.

8. **Exhibit B-6** is a gun barrel diagram that shows the proposed Wells in the Bone Spring formation. The spacing units are defined by blue dashed boxes and are labeled with their respective case numbers.

Released to Imaging: 11/27/2024 4:32:06 PM

9. In my opinion, a laydown orientation for the Wells is appropriate to properly develop the subject acreage because of consistent rock properties throughout the Unit and is the preferred fracture orientation in this portion of the trend.

10. Based on my geologic study of the area, the targeted interval underlying the Unit is suitable for development by horizontal wells and the tracts comprising the Unit will contribute more or less equally to the production of the Wells.

11. In my opinion, granting the application will serve the interests of conservation, the protection of correlative rights, and the prevention of waste.

12. The exhibits attached hereto were either prepared by me or under my supervision or were compiled from company business records.

13. I understand this Self-Affirmed Statement will be used as written testimony in this case. I affirm my testimony above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date identified next to my signature below.

Chris Cantin

11-21-2024

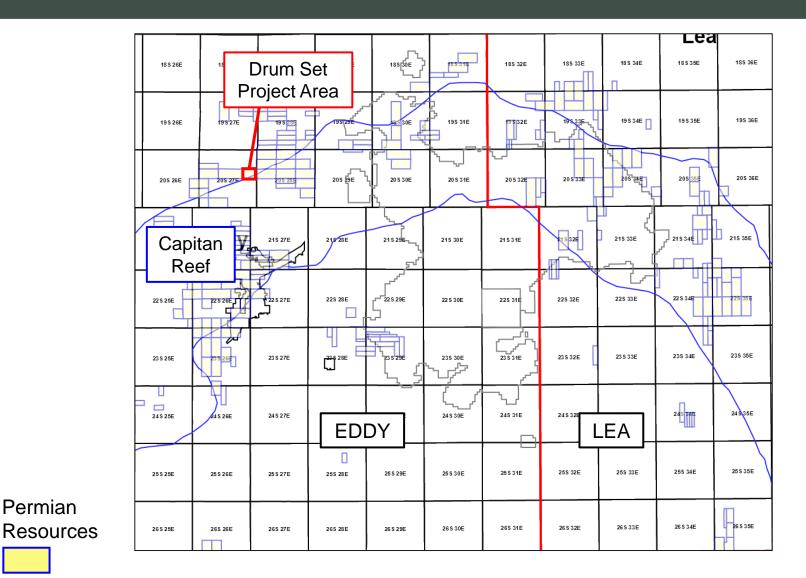
Date

#### Received by OCD: 11/27/2024 9:55:44 AM

# **Regional Locator Map** Drum Set 14 Fed Com

Permian Resources Operating, LLC Case No. 24973 **Exhibit B-1** 

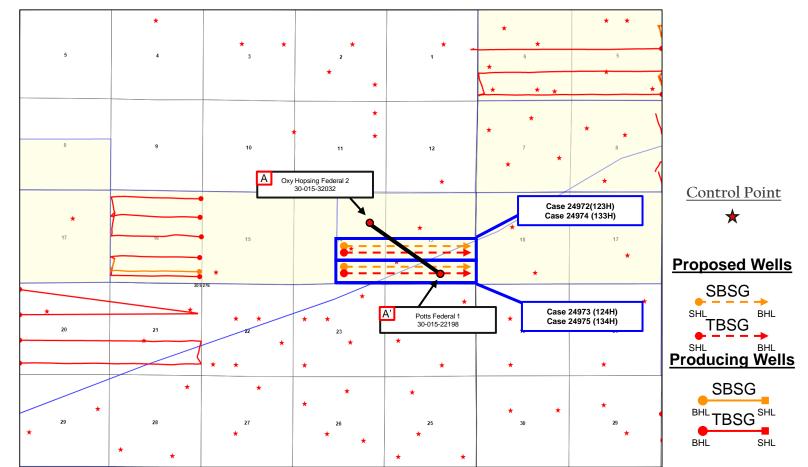




Permian

2

Cross-Section Locator Map Drum Set 14 Fed Com Second Bone Spring Permian Resources Operating, LLC Case No. 24973 Exhibit B-2

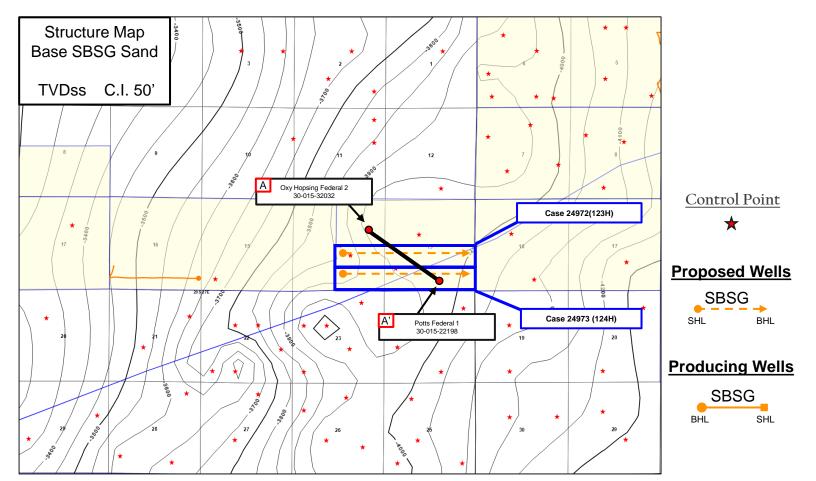


Permian Resources

4

Page 27 of 49

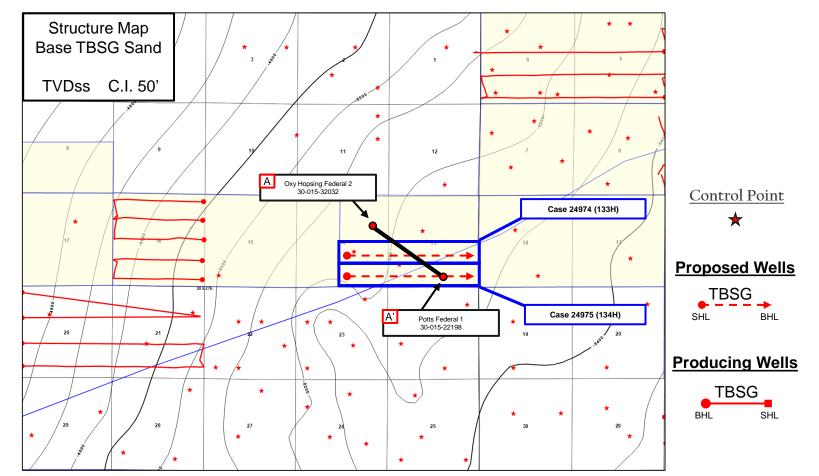
Base of Second Bone Spring – Structure Map Drum Set 14 Fed Com 123H & 124H Permian Resources Operating, LLC Case No. 24973 Exhibit B-3



Permian Resources Page 28 of 49

#### Received by OCD: 11/27/2024 9:55:44 AM

Base of Third Bone Spring – Structure Map Drum Set 14 Fed Com 133H & 134H Permian Resources Operating, LLC Case No. 24973 Exhibit B-4



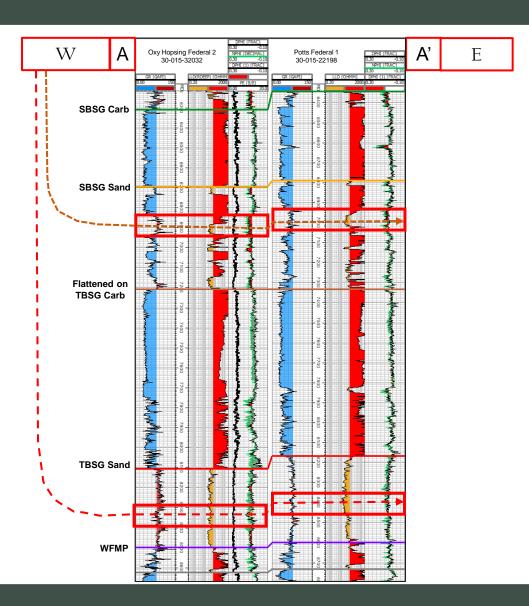
Permian Resources

6

Page 29\_of 49

# Stratigraphic Cross-Section A-A' Drum Set 14 Fed Com Second and Third Bone Spring

Permian Resources Operating, LLC Case No. 24973 Exhibit B-5



Target Interval

Page 30 of 49

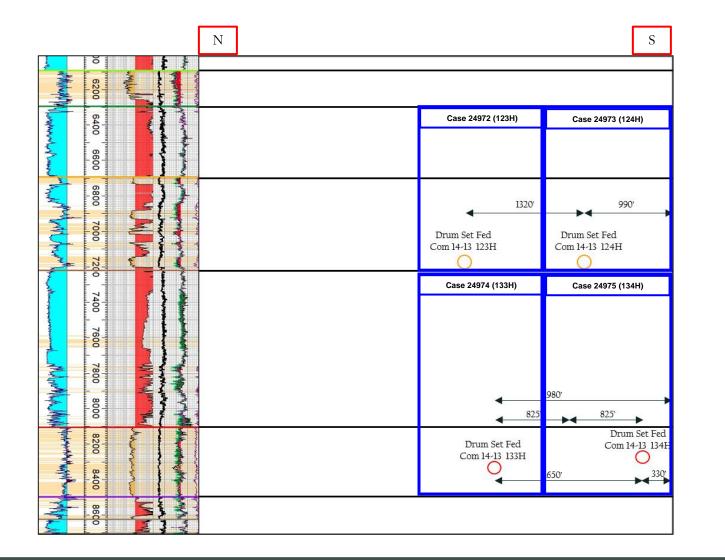
SBSG Target

TBSG Target

Received by OCD: 11/27/2024 9:55:44 AM

Gun Barrel Development Plan Drum Set 14 Fed Com Bone Spring Permian Resources Operating, LLC Case No. 24973 Exhibit B-6







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

#### APPLICATION OF PERMIAN RESOURCES OPERATING, LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 24973

#### SELF-AFFIRMED STATEMENT OF DANA S. HARDY

I am attorney in fact and authorized representative of Permian Resources Operating,
 LLC, the Applicant herein.

2. I am familiar with the Notice Letter attached as **Exhibit C-1**, and caused the Notice Letter, along with the Application in this case, to be sent to the parties set out in the chart attached

as Exhibit C-2.

3. Exhibit C-2 also provides the date each Notice Letter was sent and the date each return was received.

4. Copies of the certified mail green cards and white slips are attached as Exhibit C3 as supporting documentation for proof of mailing and the information provided on Exhibit C-2.

5. On November 19, 2024, I caused a notice to be published in the Carlsbad Current -Argus. An Affidavit of Publication from the Legal Clerk of the Carlsbad Current - Argus along with a copy of the notice publication, is attached as **Exhibit C-4**.

6. I understand this Self-Affirmed Statement will be used as written testimony in the subject case. I affirm that my testimony above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.

/s/ Dana S. Hardy Dana S. Hardy November 24, 2024 Date

> Permian Resources Operating, LLC Case No. 24973 Exhibit C



### HINKLE SHANOR LLP

ATTORNEYS AT LAW P.O. BOX 2068 SANTA FE, NEW MEXICO 87504 505-982-4554 (FAX) 505-982-8623

November 13, 2024

WRITER: Dana S. Hardy, Partner dhardy@hinklelawfirm.com

#### <u>VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED</u>

#### TO ALL PARTIES ENTITLED TO NOTICE

Re: Case Nos. 24972, 24973, 24974, 24975, and 24976– Applications of Permian Resources Operating, LLC for Compulsory Pooling, Eddy County, New Mexico.

To whom it may concern:

This letter is to advise you that the enclosed applications were filed with the New Mexico Oil Conservation Division. The hearing will be conducted on **December 5, 2024**, beginning at 9:00 a.m.

The hearing will be conducted in a hybrid fashion, both virtually and in-person at the Energy, Minerals, Natural Resources Department, Wendell Chino Building, Pecos Hall, 1220 South St. Francis Drive, 1st Floor, Santa Fe, NM 87505. To participate virtually, see the instructions posted on the OCD Hearings website: <u>https://www.emnrd.nm.gov/ocd/hearing-info/</u>. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Pursuant to Division Rule 19.15.4.13.B, a party who intends to present evidence at the hearing shall file a pre-hearing statement and serve copies on other parties, or the attorneys of parties who are represented by counsel, at least four business days in advance of a scheduled hearing, but in no event later than 5:00 p.m. Mountain Time, on the Thursday preceding the scheduled hearing The statement must be submitted through the OCD E-Permitting system date. (https://wwwapps.emnrd.nm.gov/ocd/ocdpermitting/) via e-mail or to ocd.hearings@emnrd.nm.gov and should include: the names of the parties and their attorneys, a concise statement of the case, the names of all witnesses the party will call to testify at the hearing, the approximate time the party will need to present its case, and identification of any procedural matters that are to be resolved prior to the hearing.

If you have any questions about this application, please contact Chris Cantin at Permian Resources Operating, LLC, via e-mail at Chris.Cantin@permianres.com if you have any questions regarding this matter.

Sincerely,

	~ meerej,	
	<u>/s/ Dana S. Hardy</u>	Permian Resources Operating, LLC
	Dana S. Hardy	Case No. 24973
		Exhibit C-1
PO BOX 10 ROSWELL, NEW MEXICO 88202 (575) 622-6510 FAX (575) 623-9332	7601 JEFFERSON ST NE · SUITE 180 ALBUQUERQUE, NEW MEXICO 87109 505-858-8320 (FAX) 505-858-8321	PO BOX 2068 SANTA FE, NEW MEXICO 87504 (505) 982-4554 FAX (505) 982-8623

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

#### APPLICATION OF PERMIAN RESOURCES OPERATING, LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NOS. 24972, 24973, 24974, 24975 & 24976

#### NOTICE LETTER CHART

PARTY	NOTICE LETTER SENT	<b>RETURN RECEIVED</b>
EOG Resources	11/14/2024	Per USPS Tracking 11-24-
5509 Champions Dr.	9589071052701147070496	2024: Item delivered 11-18-
Midland, TX 79706		2024
OXY USA Inc.	11/14/2024	Per USPS Tracking 11-24-
5 Greenway Plaza Suite 110	9589071052701147070502	2024: Item delivered 11-21-
Houston, TX 77046		2024
Murphy Minerals Corp.	11/14/2024	11-20-2024
PO Box 2164	9589071052701147070519	
Roswell, NM 88202-2164		
Harvard & Lemay Exploration	11/14/2024	11-20-2024
Ltd.	9589071052701147070526	
PO Box 936		
Roswell, NM 88202-0936		
Harvard & Lemay Exploration	11/14/2024	11-20-2024
Ltd. – Series 1977 - A	9589071052701147070533	
PO Box 936		
Roswell, NM 88202-0936		
Harvard & Lemay Exploration	11/14/2024	11-20-2024
Ltd. – Series 1978 - A	9589071052701147070540	
PO Box 936		
Roswell, NM 88202-0936		
Vierson Oil & Gas Co.	11/14/2024	Per USPS Tracking 11-24-
7130 S. Lewis Ave.	9589071052701147070557	2024: Item delivered 11-19-
Tulsa, OK 74136		2024
Northern Oil & Gas Inc.	11/14/2024	Per USPS Tracking 11-24-
4350 Baker Rd. Suite 400	9589071052701147070564	2024: Item delivered 11-21-
Minnetonka, MN 55343		2024
Tom Boyd Drilling Co.	11/14/2024	Per USPS Tracking 11-24-
PO Box 1756	9589071052701147070571	2024: Item in transit 11-23-
Roswell, NM 88202-1756		2024



PS Form 3811, July 2020 PSN 7530-02-000-9053

Domestic Return Receipt

Permian Resources Operating, LLC Case No. 24973 Exhibit C-3

#### Received by OCD: 11/27/2024 9:55:44 AM





Domestic Return Receipt







Domestic Return Receipt



#### Page 39 of 49

# Tracking Number:

# 9589071052701147070496

Copy Add to Informed Delivery (https://informeddelivery.usps.com/)

### Latest Update

Your item was picked up at a postal facility at 8:41 am on November 18, 2024 in MIDLAND, TX 79701.

#### Get More Out of USPS Tracking:

USPS Tracking Plus<sup>®</sup>

**Delivered Delivered, Individual Picked Up at Postal Facility** MIDLAND, TX 79701 November 18, 2024, 8:41 am

In Transit to Next Facility November 17, 2024

Departed USPS Facility ALBUQUERQUE, NM 87101 November 13, 2024, 9:35 pm

#### Arrived at USPS Facility ALBUQUERQUE, NM 87101 November 13, 2024, 9:10 pm

Hide Tracking History

What Do USPS Tracking Statuses Mean? (https://faq.usps.com/s/article/Where-is-my-package)

Remove X

57	U.S. Postal Service <sup>™</sup> CERTIFIED MAIL <sup>®</sup> RECEIPT Domestic Mail Only
0705	For delivery information, visit our website at www.usps.com®.
0710 5270 1147	Certified Mail Fee  S Extra Services & Fees (check box, add fee as approprieth) Return Receipt (electronic) Certified Mail Restricted Delivery Adult Signature Required Adult Signature Restricted Delivery S Total Postage
9589 D7	\$           Sent To           Street and A           Vierson Oil & Gas Co.           7130 S. Lewis Ave.           7130 S. Lewis Ave.           Tulsa, OK 74136           24972-24976 PRO - "Drum Set"           PS Form 3800, January 2023 PSN 7550 02 000 9/47           See Reverse for Instructions

#### Tracking Number:

# 9589071052701147070557

Сору

Add to Informed Delivery (https://informeddelivery.usps.com/)

#### Latest Update

Your item was delivered to an individual at the address at 10:58 am on November 19, 2024 in TULSA, OK 74136.

#### Get More Out of USPS Tracking:

USPS Tracking Plus<sup>®</sup>

**Delivered Delivered, Left with Individual** TULSA, OK 74136

November 19, 2024, 10:58 am

Insufficient Address TULSA, OK 74136 November 18, 2024, 9:38 am

#### **Departed USPS Regional Facility**

TULSA OK DISTRIBUTION CENTER November 16, 2024, 9:23 pm

#### Arrived at USPS Regional Facility

TULSA OK DISTRIBUTION CENTER November 16, 2024, 3:27 pm

In Transit to Next Facility November 15, 2024

#### **Departed USPS Facility**

Page 42 of 49

FAQs >

50	U.S. Postal Service" CERTIFIED MAIL® RECEIPT
0705	Domestic Mail Only For delivery information, visit our website at www.usps.com <sup>®</sup> .
	OFFICIAL USE
7147	Certified Mail Fee \$ Extra Services & Fees (check box, add fee as appropriate) ☐ Return Receipt (hardcopy)
5270	Return Receipt (electronic)     Postmark     Adult Signature Required     Adult Signature Restricted Delivery     S     Adult Signature Restricted Delivery     S     Postage
0170	S Total Postage and Fees
9589	Street and OXY USA Inc: 5 Greenway Plaza Suite 110 CE 10913
u	City, State, Houston, TX 77046 24972-24976 PRO – "Drum Set" PS Form 3800, January 2023 PSN 7530-02-000-9047 See Reverse for Instructions

Remove X

### Tracking Number:

9589071052701147070502

Сору

Add to Informed Delivery (https://informeddelivery.usps.com/)

#### Latest Update

Your item has been delivered to an agent at the front desk, reception, or mail room at 12:30 pm on November 21, 2024 in HOUSTON, TX 77046.

#### Get More Out of USPS Tracking:

USPS Tracking Plus<sup>®</sup>

#### **Delivered to Agent**

Delivered to Agent, Front Desk/Reception/Mail Room HOUSTON, TX 77046

November 21, 2024, 12:30 pm

#### In Transit to Next Facility

November 20, 2024

#### Arrived at USPS Regional Facility

SOUTH HOUSTON PROCESSING CENTER November 16, 2024, 9:20 am

#### **Departed USPS Facility**

ALBUQUERQUE, NM 87101 November 13, 2024, 9:35 pm

#### Arrived at USPS Facility

ALBUQUERQUE, NM 87101 November 13, 2024, 9:10 pm Page 44 of 49

64	U.S. Postal Service <sup>™</sup> CERTIFIED MAIL <sup>®</sup> RECEIPT Domestic Mail Only
0705	For delivery information, visit our website at www.usps.com*.
2 HTT	Certified Mail Fee \$ Extra Services & Fees (check box, add fee as approximate) □ Return Receipt (hardcopy)
5270	Return Receipt (electronic)     S     Postmark     Here     Adult Signature Required     Adult Signature Restricted Delivery     S     Adult Signature Restricted Delivery
0770	\$ Total Postage and Fees \$ Sent To
9589	Street and Northern Oil & Gas Inc. 4350 Baker Rd. Suite 400 Minnetonka, MN \$5343 24972-24976 PRO – "Drum Set"
	PS Form 3800, January 2023 PSN 7530-02-000-9047 See Reverse for Instructions

### Tracking Number:

## 9589071052701147070564

Сору

Add to Informed Delivery (https://informeddelivery.usps.com/)

#### Latest Update

Your item has been delivered to an agent at the front desk, reception, or mail room at 10:14 am on November 21, 2024 in HOPKINS, MN 55343.

#### Get More Out of USPS Tracking:

USPS Tracking Plus<sup>®</sup>

#### **Delivered to Agent**

Delivered to Agent, Front Desk/Reception/Mail Room HOPKINS, MN 55343

November 21, 2024, 10:14 am

In Transit to Next Facility

November 17, 2024

#### **Departed USPS Facility**

ALBUQUERQUE, NM 87101 November 13, 2024, 9:35 pm

#### Arrived at USPS Facility

ALBUQUERQUE, NM 87101 November 13, 2024, 9:10 pm

Hide Tracking History

What Do USPS Tracking Statuses Mean? (https://faq.usps.com/s/article/Where-is-my-package)

FAQs >

Page 46 of 49

Remove X

TL	U.S. Postal Service <sup>™</sup> CERTIFIED MAIL <sup>®</sup> RECEIPT		
0705	Domestic Mail Only For delivery information, visit our website at www.usps.com <sup>e</sup> .		
2 HTT	Certified Mail Fee S Extra Services & Fees (chack box, adoffee as appropriate) Return Receipt (hardcopy)		
5270	Return Receipt (electronic)     Certified Mail Restricted Delivery     Adult Signature Required     Adult Signature Restricted Delivery		
0770	Postage S S Sent To S		
9589	Sent To         Tom Boyd Drilling Co.           Street ar         PO Box 1756           Roswell, NM 88202-1756         24972-24976 PRO - "Drum Set"		
	PS Form 3800, January 2023 PSN 7530-02-000-9047 See Reverse for Instructions		

#### Tracking Number:

### 9589071052701147070571

Сору

Add to Informed Delivery (https://informeddelivery.usps.com/)

#### Latest Update

Your item departed our USPS facility in OKLAHOMA CITY OK DISTRIBUTION CENTER on November 23, 2024 at 8:23 am. The item is currently in transit to the destination.

#### Get More Out of USPS Tracking:

USPS Tracking Plus<sup>®</sup>

#### Moving Through Network Departed USPS Regional Facility

OKLAHOMA CITY OK DISTRIBUTION CENTER November 23, 2024, 8:23 am

#### Arrived at USPS Regional Facility

OKLAHOMA CITY OK DISTRIBUTION CENTER November 22, 2024, 1:12 pm

#### Forwarded

ROSWELL, NM November 18, 2024, 1:44 pm

#### Available for Pickup

ROSWELL 415 N PENNSYLVANIA AVE ROSWELL NM 88201-9998 M-F 0830-1700; SAT 0900-1200 November 18, 2024, 8:43 am

Arrived at Post Office ROSWELL, NM 88203 Page 48 of 49

Remove X

#### AFFIDAVIT OF PUBLICATION

CARLSBAD CURRENT-ARGUS PO BOX 507 HUTCHINSON, KS 67504-0507

STATE OF NEW MEXICO } SS COUNTY OF EDDY }

Account Number: 94

Ad Number:	22530
Description:	24972 24973 30173 Permian Drum
Ad Cost:	\$136.56

Sherry Groves, being first duly sworn, says:

That she is the Agent of the the Carlsbad Current-Argus, a Weekly newspaper of general circulation, printed and published in Carlsbad, Eddy County, New Mexico; that the publication, a copy of which is attached hereto, was published in said newspaper on the following dates:

November 19, 2024

That said newspaper was regularly issued and circulated on those dates. SIGNED:

Sherry Dances

Agent

Subscribed to and sworn to me this 19<sup>th</sup> day of November 2024.

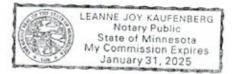
Leanne Kaufenberg, Notary Public, Redwood County Minnesota

#### PUBLIC NOTICE

This is to notify all interested parties, including; EOG Resources; OXY USA Inc.; Murphy Minerals Corp.; Harvard & Lemay Exploration Ltd.; Harvard & Lemay Exploration Ltd. Series 1977-A; Harvard & Lemay Exploration Ltd. Series 1977-A; Viersen Oil & Gas Co.; Northern Oil & Gas Inc.; Tom Boyd Drilling Co.; and their successors and assigns, that the New Mexico Oil Conservation Division will conduct a hearing on applications submitted by Permian Resources Operating, LLC in Case Nos. 24972 and 24973. The hearing will be conducted on December 5, 2024, in a hybrid fashion, both virtually and in-person at the Energy, Minerals, Natural Resources Department, Wendell Chino Building, Pecos Hall, 1220 South St. Francis Drive, 1st Floor, Santa Fe, NM 87505. To participate virtually, see the instructions posted on the OCD Hearings website: https://www.emnrd.nm.gov/ocd/hearing-info/. In Case No. 24972. Permian Resources Operating, LLC. ("Applicant") applies for an order: (1) establishing a 240-acre, more or less, standard, horizontal spacing unit comprised of the N/2 SEI4 of Section 14 and the N/2 S/2 of Section 13, Township 20 South, Range 27 East, Eddy County, New Mexico; and (2) pooling all uncommitted interests from the top of the Bone Spring formation to the base of the Second Bone Spring interval underlying the Unit. The Unit will be dedicated to the Drum Set Fed Com 14-13 123H well, which will be drilled from a surface hole location in the NE/4 SE/4 (Unit K) of Section 13. In Case No. 24973, Applicant applies for an order: (1) establishing a 240-acre, more or less, standard horizontal spacing unit comprised of the S/2 SEV4 of Section 14 and the S/2 S/2 of Section 13, Township 20 South, Range 27 East, Eddy County, New Mexico; and (2) pooling all uncommitted interests from the top of the Bone Spring formation to the base of the Second Bone Spring interval underlying the Unit. The Unit will be dedicated to the Drum Set Fed Com 14-13 124H well, which will be drilled from a surface hole location in the NE/4 SW/4 (Unit K) of

Published in the Carlsbad Current-Argus November 19, 2024. #22530

CARA DOUGLAS HINKLE SHANOR, LLP PO BOX 2068 Santa Fe, NM 87504 cdouglas@hinklelawfirm.com



Permian Resources Operating, LLC Case No. 24973 Exhibit C-4