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. 25050-25052

ORDER GRANTING APPLICANT'S MOTION TO STRIKE ENTRY OF APPEARANCE AND OBJECTION TO PROCEEDING BY AFFIDAVIT and DISALLOW INTERVENTION BY AMERICAN ENERGY RESOURCES LLC

Applicant's Motion to Strike Entry of Appearance and Objection to Proceeding by Affidavit and Disallow Intervention by American Energy Resources LLC ("Motion") was heard by the Oil Conservation Division on February 18, 2025. Respondent American Energy Resources LLC ("American Energy") did not respond to the Motion or appear at hearing. Having considered Applicant's argument set forth in the Motion and at hearing, and having cross-examined Applicant's witness, the Division finds as follows:

- 1. American Energy had notice of the hearing on the Motion but did not appear.
- 2. Applicant established by a preponderance of evidence the following:
 - A. American Energy, its representative Jonathan Samaniego, and its affiliate Blackgold Developers LLC (collectively, "American Energy") have no record title interest in the acreage to be pooled.
 - B. Applicant does not have any information suggesting that American Energy otherwise has an interest in the acreage to be pooled.
 - C. American Energy offered no evidence contrary to that offered by Applicant.

3. The acreage identified in the lease purportedly related to this matter, attached as Exhibit

B to the Motion, concerns acreage that is approximately four miles from the acreage to

be pooled.

4. American Energy has not provided any evidence that it has an interest sufficient to

provide standing for purposes of intervention under 19.15.4.11 NMAC or that

American Energy's participation in this matter "will contribute substantially to the

prevention of waste, protection of correlative rights or protection of public health or

the environment." 19.15.4.11(C) NMAC.

In light of the foregoing facts, the Division concludes that American Energy was not

entitled to notice of these matters, that American Energy is not a "party" to this proceeding under

19.15.4.10 NMAC, and that American Energy does not have standing or otherwise satisfy the

requirements for intervention under 19.15.4.11 NMAC.

The Motion is therefore GRANTED, and American Energy's entry of appearance and

objection to presentation by affidavit shall be struck from the record.

Gregory Chakalian
Hearing Examiner

New Mexico Oil Conservation Division

February 25, 2025

SUBMITTED:

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