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

APPLICATION OF PERMIAN RESOURCES OPERATING, LLC TO AMEND ORDER NO. R-23221 TO ALLOW ADDITIONAL TIME TO COMMENCE DRILLING, EDDY COUNTY, NEW MEXICO.

CASE NO. ORDER NO. R-23221

APPLICATION

Permian Resources Operating, LLC ("Applicant" or "Permian"), through its undersigned attorneys, hereby files this application with the Oil Conservation Division to amend Order No. R-23221 ("Order") to allow additional time to commence drilling the initial well authorized by the pooling order. In support of its application, Permian states:

1. On May 30, 2024, the Division issued Order No. R-23221 in Case No. 24343, creating a standard 640-acre, more or less, horizontal well spacing unit in Bone Spring formation (Esperanza; Bone Spring [97755]) comprised of the N/2 of Section 7, Township 22 South, Range 27 East, and the N/2 of Section 12, Township 22 South, Range 26 East, NMPM, Eddy County, New Mexico (the "Unit"). SPC Resources, LLC was designated as operator and Order No. R-23221 dedicates the Unit to the proposed initial **Hannah 131H** well.

2. Under the Order, Applicant would be required to commence drilling the well by May 30, 2025.

3. Permian requests that Order No. R-23221 be re-opened and amended to allow Applicant additional time to commence drilling the wells under the Order and to designate Permian Resources Operating as operator of the Unit and the initial well. There is good cause for Applicant's request for an extension of time to drill and,
therefore, asks for the deadline to commence drilling the well be extended for one year to May 30,
2026.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on July 10, 2025, and, after notice and hearing as required by law, the Division enter an order extending the time for Permian to commence drilling the proposed initial well under the Order and designating Permian Resources Operating as operator.

Respectfully submitted,

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ATTORNEYS FOR PERMIAN RESOURCES OPERATING, LLC

CASE ____:

Application of Permian Resources Operating, LLC to Amend Order No. R-23221 to Allow Additional Time to Commence Drilling, Eddy County, New Mexico. Applicant in the above-styled cause seeks a one-year extension of time for drilling the well under Order No. R-23221 and to designate Permian Resources Operating, LLC as operator of the Unit and the initial well. The Unit is comprised of the N/2 of Section 7, Township 22 South, Range 27 East, and the N/2 of Section 12, Township 22 South, Range 26 East, NMPM, Eddy County, New Mexico. Order No. R-23221 pooled the uncommitted interests in the Bone Spring formation and dedicated the Unit to the proposed initial Hannah 131H well. Portions of said area are located within the city limits of Carlsbad, New Mexico.