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. 24957 & 24958

CONSOLIDATED PRE-HEARING STATEMENT

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

APPLICANT ATTORNEYS

Permian Resources Operating, LLC Dana S. Hardy

Jaclyn M. McLean Dylan M. Villescas Hinkle Shanor LLP P.O. Box 2068

Santa Fe, NM 87504-2068 Phone: (505) 982-4554 dhardy@hinklelawfirm.com jmclean@hinklelawfirm.com dvillescas@hinklelawfirm.com

INTERESTED PARTY ATTORNEY

EOG Resources, Inc. Jordan L. Kessler

125 Lincoln Avenue, Suite 213 Santa Fe, New Mexico 87501

(432) 488-6108

jordan kessler@eogresources.com

STATEMENT OF THE CASES

In Case No. 24957, Applicant seeks an order pooling all uncommitted interests in the Bone Spring formation underlying an 800-acre, more or less, standard horizontal spacing unit comprised of the E/2 of Sections 9 and 16, and the NE/4 of Section 21, Township 19 South, Range 30 East, Eddy County, New Mexico. The unit will be dedicated to the following wells:

- a. **Star Fox 9 Fed Com 123H** well, which will be drilled from a surface hole location in the SE/4 NW/4 (Unit F) of Section 21 to a bottom hole location in the NW/4 NE/4 (Unit B) of Section 9; and
- b. **Star Fox 9 Fed Com 124H** well, which will be drilled from a surface hole location in the SE/4 NW/4 (Unit F) of Section 21 to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 9.

This is a proximity tract unit. Therefore, the completed interval of the Star Fox 9 Fed Com 124H well will be located within 330' of the quarter-quarter section line separating the E/2 E/2 and W/2 E/2 of Sections 9, 16, and 21 to allow for the creation of an 800-acre standard horizontal spacing unit.

In Case No. 24958, Applicant seeks an order pooling all uncommitted interests in the Bone Spring formation underlying an 800-acre, more or less, standard horizontal spacing unit comprised of the W/2 of Sections 9 and 16, and the NW/4 of Section 21, Township 19 South, Range 30 East, Eddy County, New Mexico. The unit will be dedicated to the following wells:

- a. Star Fox 9 Fed Com 121H well, which will be drilled from a surface hole location in the SE/4 NW/4 (Unit F) of Section 21 to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 9; and
- b. **Star Fox 9 Fed Com 122H** well, which will be drilled from a surface hole location in the SE/4 NW/4 (Unit F) of Section 21 to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 9.

This is a proximity tract unit. Therefore, the completed interval of the Star Fox 9 Fed Com 122H well will be located within 330' of the quarter-quarter section line separating the W/2 W/2

and E/2 W/2 of Sections 9, 16, and 21 to allow for the creation of an 800-acre standard horizontal spacing unit.

The completed intervals of the wells are expected to be orthodox. Also to be considered will be the cost of drilling and completing the wells and the allocation of the costs, the designation of Applicant as operator of the units and wells, and a 200% charge for the risk involved in drilling and completing the wells.

PROPOSED EVIDENCE

| Witness | Occupation | Estimated Time | Exhibits |
|-----------------------|------------|-----------------------|-----------------|
| Ryan Curry | Landman | Affidavit | Approx. 5 |
| Christopher Cantin | Geologist | Affidavit | Approx. 4 |

PROCEDURAL MATTERS

Applicant intends to consolidate these cases for hearing and will present the cases by affidavit if there is no opposition to its applications.

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

Facsimile: (505) 982-8623

dhardy@hinklelawfirm.com

jmclean@hinklelawfirm.com

dvillescas@hinklelawfirm.com

Counsel for Permian Resources Operating, LLC

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing Pre-Hearing Statement was sent to the following counsel of record by electronic mail on this 26th day of November, 2024.

Jordan L. Kessler 125 Lincoln Avenue, Suite 213 Santa Fe, New Mexico 87501 (432) 488-6108 jordan_kessler@eogresources.com Attorney for EOG Resources, Inc.

/s/ Dana S. Hardy

Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

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

QUESTIONS

Action 406802

QUESTIONS

| Operator: | OGRID: |
|----------------------------------|--|
| Permian Resources Operating, LLC | 372165 |
| 300 N. Marienfeld St Ste 1000 | Action Number: |
| Midland, TX 79701 | 406802 |
| | Action Type: |
| | [HEAR] Prehearing Statement (PREHEARING) |

QUESTIONS

| Testimony | | |
|---|---------------|--|
| Please assist us by provide the following information about your testimony. | | |
| Number of witnesses | Not answered. | |
| Testimony time (in minutes) | Not answered. | |