

**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

Permian Resources Operating, LLC

ATTORNEYS

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INTERESTED PARTY

EOG Resources, Inc.

ATTORNEY

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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

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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.

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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
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QUESTIONS

Action 406804

QUESTIONS

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| Operator: Permian Resources Operating, LLC 300 N. Marienfeld St Ste 1000 Midland, TX 79701 | OGRID: 372165 |
| | Action Number: 406804 |
| | Action Type: [HEAR] Prehearing Statement (PREHEARING) |

QUESTIONS

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