

**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 - 24976**

**CONDOLIDATED 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**

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**ATTORNEY**

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**STATEMENT OF THE CASES**

In **Case No. 24972**, Permian Resources applies for an order: (1) establishing a 240-acre, more or less, standard, horizontal spacing unit comprised of the N/2 SE/4 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 SW/4 (Unit K) of Section 14 to a bottom hole location in the NE/4 SE/4 (Unit I) 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.

In **Case No. 24973**, Permian Resources 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; 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 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.

In **Case No. 24974**, Permian Resources applies for an order: (1) establishing a 240-acre, more or less, standard, horizontal spacing unit comprised of the N/2 SE/4 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 in the Third Bone Spring interval of the Bone Spring formation underlying the unit. The unit will be dedicated to the **Drum Set Fed Com 14-13 133H** 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 NE/4 SE/4 (Unit I) of Section 13. The completed interval of the well will be orthodox. Applicant seeks to pool uncommitted interests from the top of the Third 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 to the base of the Bone Spring formation.

In **Case No. 24975**, Permian Resources 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; and (2) pooling all uncommitted interests in the Third Bone Spring interval of the Bone Spring formation underlying the unit. The unit will be dedicated to the **Drum Set Fed Com 14-13 134H** 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 Third 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 to the base of the Bone Spring formation.

In **Case No. 24976**, Permian Resources applies for an order pooling all uncommitted interests in the Wolfcamp formation underlying a 480-acre, more or less, standard horizontal spacing unit comprised of the SE/4 of Section 14 and the S/2 of Section 13, Township 20 South, Range 27 East, Eddy County, New Mexico. The unit will be dedicated to the **Drum Set Fed Com 14-13 204H** 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. This is a proximity tract unit. Therefore, the completed interval of the well will be located within 330' of the quarter-quarter section line separating the

N/2 S/2 and S/2 S/2 of Sections 13 and 14 to create a 480-acre, more or less, standard horizontal spacing unit.

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 wells, and a 200% charge for the risk involved in drilling and completing the wells. The wells are located approximately 10 miles North of Carlsbad, New Mexico.

**PROPOSED EVIDENCE**

<b>Witness</b>	<b>Occupation</b>	<b>Estimated Time</b>	<b>Exhibits</b>
Ryan Curry	Landman	Affidavit	Approx. 5
Christopher Cantin	Geologist	Affidavit	Approx. 6

**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 27th 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.**  
**Santa Fe, NM 87505**

QUESTIONS

Action 406984

**QUESTIONS**

Operator: Permian Resources Operating, LLC 300 N. Marienfeld St Ste 1000 Midland, TX 79701	OGRID: 372165
	Action Number: 406984
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

**QUESTIONS**

<b>Testimony</b>	
<i>Please assist us by provide the following information about your testimony.</i>	
Number of witnesses	<i>Not answered.</i>
Testimony time (in minutes)	<i>Not answered.</i>