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

APPLICATION OF CIVITAS PERMIAN OPERATING, LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO. **CASE NO. 25338**

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT Civitas Permian Operating, LLC Ocean Munds-Dry

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APPLICANT'S STATEMENT OF THE CASE(S)

Applicant seeks an order from the Division pooling all uncommitted interests from the top of the Bone Spring formation to the base of the Second Bone Spring interval underlying a standard 480-acre, more or less, horizontal spacing unit comprised of the SE/4 of Section 3 and the E/2 of Section 10, Township 25 South, Range 35 East, Lea County, New Mexico. The proposed horizontal spacing unit will be dedicated to First Tee Fed Com 113H and Tee Fed Com 122H to be horizontally drilled with first take points in the NE/4SE/4 (Unit I) of Section 3 and last take points in the SE/4SE/4 (Unit

P) of Section 10; and First Tee Fed Com 111H, First Tee Fed Com 112H and First Tee Fed Com 121H be horizontally drilled with first take points in the NW/4SE/4 (Unit J) of Section 3 and last take points in the SW/4SE/4 (Unit O) of Section 10. The producing area for the wells is expected to be orthodox. The completed intervals for First Tee Fed Com 122H is expected to be less than 330 feet from the adjoining tracts thereby allowing for the inclusion of the proximity tracts within the Unit. Civitas seeks to pool all uncommitted interests from the top of the Bone Spring formation to the base of the Second Bone Spring interval (being the stratigraphic equivalent of 11,164' TVD as referenced from the Oxy Banana Girl Federal 2 well [API # 30-025-35322]). Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs and the actual operating costs and charges for supervision, designation of Civitas as operator of the wells, and a 200% charge for risk involved in drilling said wells. Said area is located approximately 9 miles west of Jal, New Mexico.

PROPOSED EVIDENCE

WITNESS	TITLE	ESTIMATED TIME	ESTIMATED EXHIBITS
Sean Johnson	Land Manager	Self-affirmed Statement	5
Shane Finegan	Geologist	Self-affirmed Statement	3

PROCEDURAL MATTERS

Civitas intends to present this case by self-affirmed statement if this matter is unopposed at the time of hearing.

Respectfully submitted,

Civitas Permian Operating, LLC

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Attorneys for Civitas Permian Operating, LLC

CERTIFICATE OF SERVICE

I hereby certify that on May 29, 2025, I caused a true and correct copy of this document to be electronically served on the following:

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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 469020

QUESTIONS

Operator:	OGRID:
Civitas Permian Operating, LLC	332195
555 17th Street	Action Number:
Denver, CO 80202	469020
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony				
Please assist us by provide the following information about your testimony.				
Number of witnesses	2			
Testimony time (in minutes)	0			