

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

**IN THE MATTER OF APPLICATION FOR
COMPULSORY POOLING SUBMITTED BY
PERMIAN RESOURCES OPERATING, LLC**

**CASE NO. 25233
ORDER NO. R-21096-F**

ORDER

The Director of the New Mexico Oil Conservation Division (“OCD”), having heard this matter through a Hearing Examiner on April 10 and 15, 2025, and after considering the testimony, evidence, and recommendation of the Hearing and Technical Examiners, issues the following Order.

FINDINGS OF FACT

1. Permian Resources Operating, LLC (“Operator”) submitted an application (“Application”) to compulsory pool additional uncommitted owners of oil and gas interest under Order R-21096 and within the standard spacing unit described therein (“Unit”).
2. Order R-21096 was issued on February 2, 2020, to compulsory pool the uncommitted oil and gas interests within the Unit.
3. Order R-21096-A was issued on April 12, 2021, to compulsory pool additional uncommitted oil and gas interests within the Unit and to grant an extension of time to commence drilling operations to February 12, 2022.
4. Order R-21096-B was issued on May 17, 2021, to compulsory pool additional uncommitted oil and gas interests within the Unit.
5. Order R-21888 was issued on October 19, 2021, which temporarily suspended Order R-21096 pending remediation of the Carlsbad Brine Well project.
6. OCD approved resumption of some activities which had been restricted pending remediation of the Carlsbad Brine Well project on July 7, 2022. The resumed activity included drilling and completion activities outside of a one-mile radius of the backfilled void.
7. Order R-21096-C was issued on August 4, 2023, to grant an extension of time to commence drilling operations until February 17, 2024.

8. OCD conditionally approved resumption of some activities which had been restricted pending remediation of the Carlsbad Brine Well project effective January 1, 2024. The resumed activity included drilling and completion activities within a one-mile radius of the backfilled void.
9. Order R-21096-D was issued on March 27, 2024, to grant an extension of time to commence drilling operations until February 17, 2025.
10. Order R-21096-E was issued on May 30, 2024, to amend Operator's development plans to change the name of wells dedicated to the Unit and to dedicate additional wells to the Unit.
11. The wells dedicated to the Unit are as follows:

CAVEMAN #221H (API No. 30-015-55673)

Surface hole location: SW/4 NW/4 Sec 8-T22S-R27E

Bottom hole location: NW/4 NW/4 Sec 12-T22S-R26E

CAVEMAN #222H (API No. 30-015-55674)

Surface hole location: SW/4 NW/4 Sec 8-T22S-R27E

Bottom hole location: SW/4 NW/4 Sec 12-T22S-R26E

CAVEMAN #223H (API No. 30-015-55675)

Surface hole location: NW/4 SW/4 Sec 8-T22S-R27E

Bottom hole location: NW/4 SW/4 Sec 12-T22S-R26E

CAVEMAN #224H (API No. 30-015-55676)

Surface hole location: NW/4 SW/4 Sec 8-T22S-R27E

Bottom hole location: SW/4 SW/4 Sec 12-T22S-R26E

CAVEMAN #421H (API No. 30-015-55677)

Surface hole location: SW/4 NW/4 Sec 8-T22S-R27E

Bottom hole location: SW/4 NW/4 Sec 12-T22S-R26E

CAVEMAN #423H (API No. 30-015-55678)

Surface hole location: SW/4 NW/4 Sec 8-T22S-R27E

Bottom hole location: NW/4 SW/4 Sec 12-T22S-R26E

CAVEMAN #424H (API No. 30-015-55679)

Surface hole location: NW/4 SW/4 Sec 8-T22S-R27E

Bottom hole location: SW/4 SW/4 Sec 12-T22S-R26E

12. Subsequent to the issuance of Order R-21096-E, Operator discovered previously unidentified owners of interest in oil and gas minerals in the Unit ("Previously Unidentified Owners").
13. Operator identified the Previously Unidentified Owners and provided evidence that notice was given to each uncommitted owner.

14. The Application was heard by the Hearing Examiner on the date specified above, during which Operator presented evidence through affidavits in support of the Application. No other party presented evidence at the hearing.

CONCLUSIONS OF LAW

15. OCD has jurisdiction to issue this Order pursuant to NMSA 1978, Section 70-2-17.
16. Operator is the owner of an oil and gas working interest within the Unit.
17. Operator satisfied the notice requirements for the Application and the hearing as required by 19.15.4.12 NMAC.
18. OCD satisfied the notice requirements for the hearing as required by 19.15.4.9 NMAC.
19. Some of the Previously Unidentified Owners have not agreed to commit their interests to the Unit.
20. The pooling of uncommitted Previously Unidentified Owners will prevent waste and protect correlative rights, including the drilling of unnecessary wells.
21. This Order affords to the Previously Unidentified Owners of an uncommitted interest the opportunity to produce his just and equitable share of the oil or gas in the pool.

ORDER

22. The uncommitted Previously Unidentified Owners are hereby pooled in the Unit.
23. Order R-21096 shall remain in full force and effect.
24. OCD retains jurisdiction of this matter for the entry of such orders as may be deemed necessary.

**STATE OF NEW MEXICO
OIL CONSERVATION DIVISION**



ALBERT C. S. CHANG
DIRECTOR
AC/dm

Date: 12/10/2025