

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

**APPLICATIONS OF CIMAREX ENERGY CO.
FOR A HORIZONTAL SPACING UNIT
AND COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO**

CASE NOS. 23448-23455

**APPLICATIONS OF CIMAREX ENERGY CO.
FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO**

CASE NOS. 23594-23601

**APPLICATIONS OF READ & STEVENS, INC.
FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.**

CASE NOS. 23508-23523

NOTICE OF SUPPLEMENTAL EXHIBIT C-12 AND REVISED EXHIBIT F-3

Read & Stevens, Inc., applicant in the above-referenced cases, gives notice that it is filing the attached supplemental exhibit and revised exhibit for acceptance into the record.

Supplemental Exhibit C-12 is a letter of support from Chase Oil Corporation, a working interest owner in the above-referenced contested cases.

Revised Exhibit F-3 is a revised copy of the Gross Isopach – TBSG & Wolfcamp diagram correcting the Verna Rae wells used in the engineering analysis.

Respectfully submitted,

HOLLAND & HART LLP



Michael H. Feldewert
Adam G. Rankin
Julia Broggi
Paula M. Vance
Post Office Box 2208
Santa Fe, New Mexico 87504-2208
(505) 988-4421

(505) 983-6043 Facsimile
mfeldewert@hollandhart.com
agrarkin@hollandhart.com
jbroggi@hollandhart.com
pmvance@hollandhart.com

**ATTORNEYS FOR READ & STEVENS, INC. &
PERMIAN RESOURCES OPERATING, LLC**

CERTIFICATE OF SERVICE

I hereby certify that on August 2, 2023, I served a copy of the foregoing document to the following counsel of record via Electronic Mail:

Darin C. Savage
Andrew D. Schill
William E. Zimsky
214 McKenzie Street
Santa Fe, New Mexico 87501
darin@abadieschill.com
andrew@abadieschill.com
bill@abadieschill.com

Attorneys for Cimarex Energy Co.

Blake C. Jones
1780 Hughes Landing Blvd., Suite 750
The Woodlands, TX 77380
blake.jones@steptoe-johnson.com

Attorney for Northern Oil and Gas, Inc.

Sealy Cavin, Jr.
Scott S. Morgan
Brandon D. Hajny
P. O. Box 1216
Albuquerque, NM 87103
(505) 243-5400
scavin@cilawnm.com
smorgan@cilawnm.com
bhajny@cilawnm.com

Attorneys for Sandstone Properties, LLC



Adam G. Rankin

CHASE OIL CORPORATION

Post Office Box 1767
Artesia, New Mexico 88211-1767
Office (575) 746-9853
FAX (575) 748-7374

August 1, 2023

Read & Stevens, Inc.
c/o Permian Resources LLC
300 N. Marienfeld Street, Suite 1000
Midland, Texas 79701

RE: Bane Development
Township 20 South, Range 34 East
Sections 4 & 9

To Whom It May Concern:

The purpose of this letter is for Chase Oil Corporation, an impacted working interest owner in the above-referenced development, to adopt and ratify the statements and conclusions in the letter dated July 13, 2023 between Permian Resources LLC & Northern Oil & Gas, Inc. concerning the same.

Sincerely,

Chase Oil Corporation



Staci D. Sanders
Vice President - Land



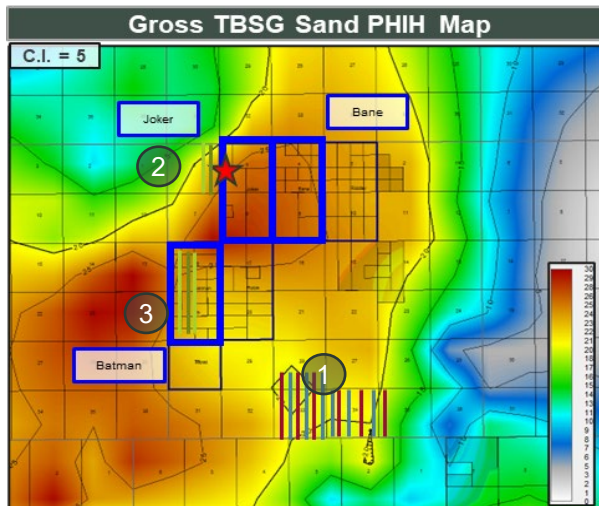
Key Examples of TBSG/WFMP A Co-Development

Limited Co-Development Testing in Geologically Analogous Rock

Locator Maps Against Pay Mapping

TBSG

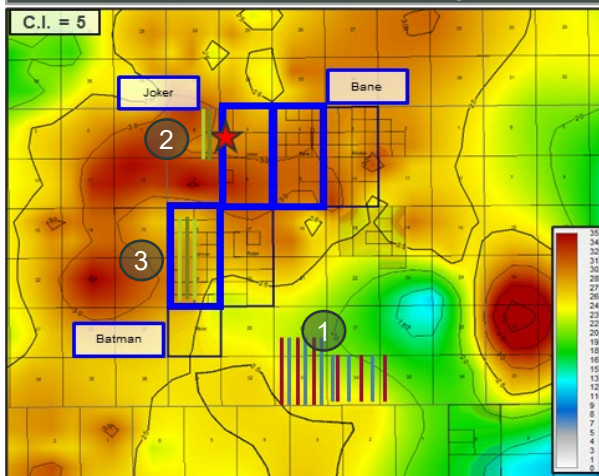
Consistent mapped pay quality in the TBSG Sand across key appraisals



WFMP_A

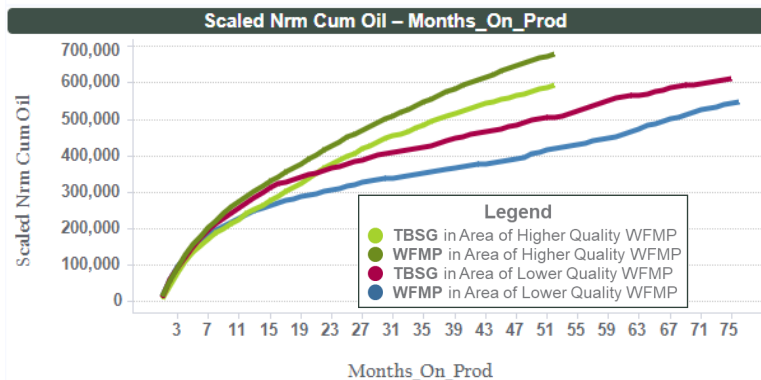
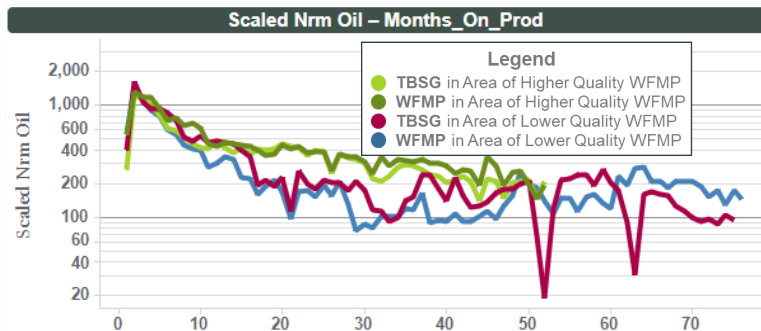
Consistent mapped pay quality in the areas 2, 3, and the Joker/Bane units

Degrading mapped pay quality area 1



① Denotes area of lower quality WFMP
② Denotes area of higher quality WFMP

Well Results



Commentary

Examples of co-development between the TBSG and WFMP have returned very different results in areas of differing WFMP quality

When co-developed with the TBSG, WFMP_A results have been very strong in the higher quality WFMP analogous to the pay in the Joker and Bane units

Production normalized to 10,000'