

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

**APPLICATION OF PERMIAN
RESOURCES OPERATING, LLC FOR
COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.**

CASE NOS. 23825-23827

CONSOLIDATED PRE-HEARING STATEMENT

Permian Resources Operating, LLC (“Permian Resources”) (OGRID No. 372165), the applicant in the above-referenced matters, submits this Consolidated Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

Permian Resources Operating, LLC

ATTORNEY

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OTHER PARTIES

V-F Petroleum Inc.

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APPLICANT'S STATEMENT OF THE CASE

Permian Resources seeks orders pooling all uncommitted mineral interests in the Bone Spring formation underlying the referenced acreage within Sections 5 and 6, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico, as follows:

- Under **Case No. 23825**, Permian Resources seeks to pool a standard 320-acre, more or less, horizontal well spacing comprised of S/2 S/2 of Sections 5 and Section 6, and initially dedicate this Bone Spring spacing unit to the proposed **Lone Eagle 5 State Com 124H** and **Lone Eagle 5 State Com 134H** wells, to be horizontally drilled from a surface location in the NE/4 SE/4 (Unit I) of Section 5, Township 19 South, Range 28 East, to bottom hole locations in the SW/4 SW/4 (Unit M) of Section 6, Township 19 South, Range 28 East.
- Under **Case No. 23826**, Permian Resources seeks to pool a standard 320-acre, more or less, horizontal well spacing comprised of N/2 S/2 of Sections 5 and Section 6, and initially dedicate this Bone Spring spacing unit to the proposed **Lone Eagle 5 State Com 123H** and **Lone Eagle 5 State Com 133H** wells, to be horizontally drilled from a surface location in the NE/4 SE/4 (Unit I) of Section 5, Township 19

South, Range 28 East, to bottom hole locations in the NW/4 SW/4 (Unit L) of Section 6, Township 19 South, Range 28 East.

- Under **Case No. 23827**, Permian Resources seeks to pool a standard 320-acre, more or less, horizontal well spacing comprised of S/2 N/2 of Sections 5 and Section 6, and initially dedicate this Bone Spring spacing unit to the proposed **Lone Eagle 5 State Com 122H** and **Lone Eagle 5 State Com 132H** wells, to be horizontally drilled from a surface location in the SE/4 NE/4 (Unit H) of Section 5, Township 19 South, Range 28 East, to bottom hole locations in the SW/4 NW/4 (Unit E) of Section 6, Township 19 South, Range 28 East.

The completed interval for each of the wells will meet the statewide setbacks for oil wells. Permian Resources has sought and been unable to obtain voluntary agreement for the development of these lands from all working interest owners in the subject acreage.

APPLICANT’S PROPOSED EVIDENCE

| WITNESS Name and Expertise | ESTIMATED TIME | EXHIBITS |
|---------------------------------------|-------------------------|-----------------|
| Mark Hadjik, Landman | Self-Affirmed Statement | Approx. 5 |
| Ira Bradford, Geologist | Self-Affirmed Statement | Approx. 3 |

PROCEDURAL MATTERS

Permian Resources requests that these matters be consolidated for hearing and intends to present these cases by self-affirmed statement if there is no opposition at the time of hearing. V-F Petroleum Inc. has entered an appearance in each of these cases and objected to them proceeding to hearing by affidavit; however, it is not a party under the Division’s regulations and has no standing to appear or to object. Permian Resources is filing a motion to strike V-F Petroleum’s

appearance and objections in each of these cases and requests that the cases proceed to hearing on October 5, 2023.

Respectfully submitted,

HOLLAND & HART LLP

By:  _____

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**ATTORNEYS FOR PERMIAN RESOURCES
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CERTIFICATE OF SERVICE

I hereby certify that on September 28, 2023, I served a copy of the foregoing document to the following counsel of record via Electronic Mail to:

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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 270348

QUESTIONS

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| Operator: Permian Resources Operating, LLC 1001 17th Street, Suite 1800 Denver, CO 80202 | OGRID: 372165 |
| | Action Number: 270348 |
| | Action Type: [HEAR] Prehearing Statement (PREHEARING) |

QUESTIONS

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| Testimony | |
| <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> |