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

APPLICATIONS OF PERMIAN RESOURCES OPERATING, LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NOS. 23882 23883 23884

CONSOLIDATED 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

Dana S. Hardy Jaclyn McLean Hinkle Shanor LLP P.O. Box 2068 Santa Fe, NM 87504-2068 Phone: (505) 982-4554 dhardy@hinklelawfirm.com jmclean@hinklelawfirm.com

INTERESTED PARTY

Northern Oil & Gas, Inc.

ATTORNEYS

Blake C. Jones Steptoe & Johnson PLLC 1780 Hughes Landing Blvd., Suite 750 The Woodlands, TX 77380 Phone: (281) 203-5730 blake.jones@steptoe-johnson.com

STATEMENT OF THE CASE

In **Case No. 23882**, Permian Resources applies for an order pooling all uncommitted interests in the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the E/2 W/2 of Sections 1 and 2, Township 20 South, Range 35 East, Lea County, New Mexico. The Unit will be dedicated to the King Eider 12 Fed Com 502H well,

to be drilled from a surface hole location in the SE/4 SW/4 (Unit N) of Section 12 to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 1.

In **Case No. 23883**, Permian Resources seeks an order pooling all uncommitted interests in the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the W/2 E/2 of Sections 1 and 2, Township 20 South, Range 35 East, Lea County, New Mexico. The Unit will be dedicated to the following wells: King Eider 12 Fed Com 503H, to be drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 12 to a bottom hole location in the NW/4 NE/4 (Unit B) of Section 1; and King Eider 12 Fed Com 504H, to be drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 12 to a bottom hole location in the NW/4 NE/4 (Unit B) of Section 1.

In **Case No. 23884**, Permian Resources applies for an order pooling all uncommitted interests in the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the E/2 E/2 of Sections 1 and 2, Township 20 South, Range 35 East, Lea County, New Mexico. The Unit will be dedicated to the King Eider 12 Fed Com 505H well, to be drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 12 to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 1.

The completed interval of the King Eider 12 Fed Com 503H and 504H wells will be unorthodox. The completed interval of the King Eider 12 Fed Com 505H and 502H wells will be orthodox. Also to be considered in each case will be the cost of drilling and completing the wells and the allocation of the costs, the designation of Applicant as the operator of the wells, and a 200% charge for the risk involved in drilling and completing the wells.

The wells are located approximately 18 miles southwest of Hobbs, New Mexico.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Mason Maxwell	Landman	Affidavit	Approx. 6
Ira Bradford	Geologist	Affidavit	Approx. 4

PROCEDURAL MATTERS

Applicant intends to consolidate these matters for hearing and will present these matters

by affidavit if there is no opposition.

Respectfully submitted,

HINKLE SHANOR, LLP

<u>/s/ Dana S. Hardy</u> Dana S. Hardy Jaclyn McLean P.O. Box 2068 Santa Fe, NM 87504-2068 Phone: (505) 982-4554 Facsimile: (505) 982-8623 dhardy@hinklelawfirm.com jmclean@hinklelawfirm.com *Counsel for Permian Resources Operating, LLC*

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing Prehearing Statement was sent to the following counsel of record by electronic mail on this 26th day of October, 2023.

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/s/ Dana S. Hardy

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QUESTIONS

Page 4 of 4

Action 279550

QUESTIONS

Operator:	OGRID:
Permian Resources Operating, LLC	372165
1001 17th Street, Suite 1800	Action Number:
Denver, CO 80202	279550
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

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