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

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

CASE NO. 23884

EXHIBIT INDEX

Compulsory Pooling Checklist

Exhibit A	Self-Affirmed Statement of Mason Maxwell
A-1	Resume of Mason Maxwell
A-2	Application & Proposed Notice of Hearing
A-3	C-102
A-4	Plat of Tracts, Tract Ownership, Applicable Lease Numbers, Unit Recapitulation, Pooled Parties
A-5	Sample Well Proposal Letter & AFE
A-6	Chronology of Contact
Exhibit B	Self-Affirmed Statement of Ira Bradford
B-1	Regional Locator Map
B-2	Cross Section Location Map of the King Eider 12 Fed Com 505H well
B-3	Bone Spring Subsea Structure Map
B-4	Stratigraphic Cross-Section
B-5	Gun Barrel Diagram
Exhibit C	Self-Affirmed Statement of Dana S. Hardy
C-1	Sample Notice Letter to All Interested Parties
C-2	Chart of Notice to All Interested Parties
C-3	Copies of Certified Mail Receipts and Returns
C-4	Affidavit of Publication for October 15, 2023

COMPULSORY POOLING APPLICATION CHECKLIST

ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS

Case: 23884	APPLICANT'S RESPONSE
Date	November 2, 2023
Applicant	Permian Resources Operating, LLC
Designated Operator & OGRID (affiliation if applicable)	OGRID No. 372165
Applicant's Counsel:	Hinkle Shanor LLP
Case Title:	Permian Resources Operating, LLC for Compulsory Pooling Lea County, New Mexico.
Entries of Appearance/Intervenors:	Northern Oil and Gas, Inc.
Well Family	King Eider 12 Fed Com
Formation/Pool	
Formation Name(s) or Vertical Extent:	Bone Spring Formation
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Bone Spring Formation
Pool Name and Pool Code:	WC – 025 G – 06 S203511G; Bone Spring pool (Code 96585
Well Location Setback Rules:	Statewide
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	320-acres
Building Blocks:	quarter-quarter
Orientation:	South to North
Description: TRS/County	E/2 E/2 of Sections 1 and 12, Township 20 South, Range 35 East, Lea County, New Mexico
Standard Horizontal Well Spacing Unit (Y/N), If No, describe and is	Yes.
approval of non-standard unit requested in this application?	
Other Situations	
Depth Severance: Y/N. If yes, description	N/A
Proximity Tracts: If yes, description	N/A
Proximity Defining Well: if yes, description	N/A
Applicant's Ownership in Each Tract	Exhibit A-4
Well(s)	
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	Add wells as needed
Well #1	King Eider 12 Fed Com 505H (API #) 170' FSL & 845' FEL (Unit P), Section 12, T20S, R35E 100' FNL & 353' FEL (Lot 1), Section 1, T20S, R35E Completion Target: Bone Spring (Approx. 10,000' TVD)
Horizontal Well First and Last Take Points	Exhibit A-3
Redrapte tio Amagges: (#0171621028, 1101092831-1110)	Exhibit A-5 -

Drilling Supervision/Month \$ \$10,000.00 Production Supervision/Month \$ \$1,000.00 Requested Risk Charge 200% Notice of Hearing Exhibit A Proposad Notice of Hearing Exhibit A-2 Proof of Malled Notice of Hearing (20 days before hearing) Exhibit C-1, Exhibit C-3 Ownership Determination Commership Exhibit C-1 Ownership Determination Exhibit A-4 Tract List (Including lease numbers and owners) Exhibit A-4 Prool of Published Notice of Hearing Unit Exhibit A-4 Tard List (Including lease numbers and owners) Exhibit A-4 Prool of Published Notice of Hearing Unit sequested, Tract List (Including lease numbers and owners) Exhibit A-4 Prooled Parties (Including percentage above & below) N/A Pooled Parties to be Pooled N/A Ownership Deth Severance (Including percentage above & below) N/A Ownership Copy of Proposal Letter Exhibit A-5 List of Interest Owners (Ie Exhibit A of IOA) Exhibit A-5 Cost Estimate to Equip Well Exhibit A-5 Cost Estimate to Equip Well Exhibit A-5 Cost Estimate to Equip Well Exhi	<u>Received by OCD: 10/31/2023 9:22:57 AM</u>	Page 3 of 40.
Production Supervision/Month \$ \$1,000.00 Justification for Supervision Costs \$xhibit A Requested Risk Charge 200% Notice of Hearing \$xhibit A-2 Proposed Notice of Hearing (20 days before hearing) \$xhibit C-1, £xhibit C-2, £xhibit C-3 Proof of Multie of Hearing (10 days before hearing) \$xhibit C-4 Ownership Determination \$xhibit A-4 Tact List (including lease numbers and owners) \$xhibit A-4 Tract List (including lease numbers and owners) of Tracts subject to notice \$xhibit A-4 Pooled Parties (including percentage above & below) \$xhibit A-4 Ownership Determination \$xhibit A-4 Unlocatable Parties to be Pooled \$xhibit A-4 Ownership Detheverance (including percentage above & below) \$xhibit A-5 Ownership Detheverance (including nercentage above & below) \$xhibit A-5 Ownership Dethe Severance (including interests \$xhibit A-5 Ownership Detheverance (including nercentage above & below) \$xhibit A-5 Ownership Detheverance (including nercentage above & below) \$xhibit A-5 Ownership Dethe Severance (including nercentage above & below) \$xhibit A-5 Ownership Deth Severa	AFE Capex and Operating Costs	
Justification for Supervision Costs Exhibit A Requested Risk Charge 200% Notice of Hearing Exhibit A-2 Proop of of Mailed Notice of Hearing (20 days before hearing) Exhibit C-1, Exhibit C-2, Exhibit C-3 Proof of Published Notice of Hearing (10 days before hearing) Exhibit C-4 Ownership Determination Exhibit C-4 Jand Ownership Schematic of the Spacing Unit Exhibit A-4 If approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) Exhibit A-4 If approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) of Tracts subject to notice requirements. N/A Pooled Parties (including ownership type) Exhibit A-4 Unlocatable Parties to be Pooled N/A Ownership Depth Severance (including percentage above & below) N/A Ownership Optoposal Letter Exhibit A-5 List of Interest Owners (le Exhibit A of JOA) Exhibit A-5 Cost Estimate to Drill and Complete Exhibit A-5 Cost Estimate to Proposal Letter Exhibit A-5 Summary (including special considerations) Exhibit A-5 Surface for Production Facilities Exhibit A-5 Geology Surface for Production Facilities Exhibit B Surface for Production Facilities Exhibit B Surface formation	Drilling Supervision/Month \$	\$10,000.00
Requested Risk Charge 200% Notice of Hearing Exhibit A-2 Proposed Notice of Hearing (20 days before hearing) Exhibit C-1, Exhibit C-2, Exhibit C-3 Proof of Malled Notice of Hearing (10 days before hearing) Exhibit C-1, Exhibit C-2, Exhibit C-3 Ownership Determination Exhibit A-4 Land Ownership Schematic of the Spacing Unit Exhibit A-4 Tract List (including lease numbers and owners) Fract Subject To notice requirements. N/A Pooled Parties (including ownership type) Exhibit A-4 Unlocatable Parties to be Pooled N/A Ownership Depth Severance (including percentage above & below) N/A Joinder Sample Copy of Proposal Letter Sample Copy of Proposal Letter Exhibit A-5 List of Interest Owners (ie Exhibit A of JOA) Exhibit A-5 Cost Estimate to Drill and Complete Exhibit A-5 Cost Estimate to Drill and Complete Exhibit A-5 Sust of Interest Owners in Exhibit A of JOA Exhibit A-5 Cost Estimate to Drill and Complete Exhibit A-5 Cost Estimate to Drill and Complete Exhibit A-5 Summary (Including special considerations)<	Production Supervision/Month \$	\$1,000.00
Notice of Hearing Exhibit A-2 Proop of Mailed Notice of Hearing (20 days before hearing) Exhibit C-1, Exhibit C-2, Exhibit C-3 Proof of Published Notice of Hearing (10 days before hearing) Exhibit C-4 Ownership Determination Exhibit A-4 Land Ownership Schematic of the Spacing Unit Exhibit A-4 Tract List (including lease numbers and owners) Exhibit A-4 Tract List (including lease numbers and owners) Exhibit A-4 If approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) N/A Pooled Parties (including ownership type) Exhibit A-4 Vancetable Parties to be Pooled N/A Ownership Depth Severance (including percentage above & below) N/A Joinder Exhibit A-5 Sample Copy of Proposal Letter Exhibit A-5 List of Interest Owners (ie Exhibit A of JOA) Exhibit A-5 Cost Estimate to Epuip Well Exhibit A-5 Cost Estimate to Epuip Well Exhibit A-5 Cost Estimate to Equip Well Exhibit A-5 Geology Exhibit B Summary (including special considerations) Exhibit B Spacing Unit Schematic <td>Justification for Supervision Costs</td> <td>Exhibit A</td>	Justification for Supervision Costs	Exhibit A
Proposed Notice of Hearing Exhibit A-2 Proof of Malled Notice of Hearing (10 days before hearing) Exhibit C-1, Exhibit C-2, Exhibit C-3 Proof of Published Notice of Hearing (10 days before hearing) Exhibit C-4 Ownership Determination Exhibit A-4 Ind Ownership Schematic of the Spacing Unit Exhibit A-4 Tract List (including lease numbers and owners) Exhibit A-4 If approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) Kinbit A-4 Pooled Parties (including ownership type) Exhibit A-4 Ownership Depth Severance (including percentage above & below) N/A Ownership Depth Severance (including percentage above & below) N/A Ownership Opposal Letter Exhibit A-5 List of Interest Owners (ie Exhibit A of JOA) Exhibit A-5 Cost Estimate to Droll and Complete Exhibit A-5 Cost Estimate to Production Facilities Exhibit A-5 Cost Estimate to Forpoly Selater Exhibit A-5 Cost Estimate to Forpoly Considerations) Exhibit A-5 Cost Estimate to Forpoly Considerations) Exhibit A-5 Gost Estimate to Forpoly Considerations) Exhibit B Spacing U	Requested Risk Charge	200%
Proof of Mailed Notice of Hearing (20 days before hearing) Exhibit C-1, Exhibit C-2, Exhibit C-3 Proof of Published Notice of Hearing (10 days before hearing) Exhibit C-4 Ownership Determination Exhibit A-4 Tact List (including lease numbers and owners) Exhibit A-4 If approval of Non-Standard Spacing Unit is requested, Tract Ust (including lease numbers and owners) of Tracts subject to notice requirements. N/A Pooled Parties (including ownership type) Exhibit A-4 Ouncatable Parties to be Pooled N/A Ownership Depth Severance (including percentage above & below) N/A Ownership Orpoposal Letter Exhibit A-5 Usit of Interest Owners (is Exhibit A of JOA) Exhibit A-5 Outerhead Rates In Proposal Letter Exhibit A-5 Cost Estimate to Drill and Complete Exhibit A-5 Cost Estimate for Production Facilities Exhibit B Spacing Unit Schematic Exhibit B Goundary (including special considerations) Exhibit B Spacing Unit Schematic Exhibit B Cost Estimate for Production Facilities Exhibit B Spacing Unit Schematic Exhibit B Gundary (including special considerations)	Notice of Hearing	
Proof of Published Notice of Hearing (10 days before hearing) Exhibit C-4 Ownership Determination Exhibit A-4 Land Ownership Schematic of the Spacing Unit Exhibit A-4 I'approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) of Tracts subject to notice requirements. N/A Pooled Parties (including ownership type) Exhibit A-4 Unlocatable Parties to be Pooled N/A Ownership Depth Severance (including percentage above & below) N/A Joinder Exhibit A-4 Sample Copy of Proposal Letter Exhibit A-5 List of Interest Owners (ie Exhibit A of JOA) Exhibit A-5 Overhead Rates in Proposal Letter Exhibit A-5 Cost Estimate to Drill and Complete Exhibit A-5 Cost Estimate to Equip Well Exhibit A-5 Summary (including special considerations) Exhibit B-5 Spacing Unit Schematic Exhibit B-1 Gunbarrel/Lateral Trajectory Schematic Exhibit B Spacing Unit Schematic Exhibit B-1 Gunbarrel/Lateral Trajectory Schematic Exhibit B-1 Gunbarrel/Lateral Trajectory Schematic Exhibit B-1 Gunbarrel/Lateral Trajectory Schematic Exhibit B-1	Proposed Notice of Hearing	Exhibit A-2
Ownership Determination Exhibit A-4 Land Ownership Schematic of the Spacing Unit Exhibit A-4 Tract List (including lease numbers and owners) Exhibit A-4 If approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) of Tracts subject to notice requirements. N/A Pooled Parties (including ownership type) Exhibit A-4 Unlocatable Parties to be Pooled N/A Ownership Depth Severance (including percentage above & below) N/A Ownership Copy of Proposal Letter Exhibit A-5 Uist of Interest Owners (ie Exhibit A of JOA) Exhibit A-5 Overhead Rates In Proposal Letter Exhibit A-5 Cost Estimate to Drill and Complete Exhibit A-5 Cost Estimate to For Production Facilities Exhibit A-5 Geology Exhibit B Summary (including special considerations) Exhibit B-1 Gunbarrel/Lateral Trajectory Schematic Exhibit B Spacing Unit Schematic Exhibit B	Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit C-1, Exhibit C-2, Exhibit C-3
Land Ownership Schematic of the Spacing UnitExhibit A-4Tract List (including lease numbers and owners)Exhibit A-4(including lease numbers and owners) of Tracts subject to notice requirements.N/APooled Parties (including ownership type)Exhibit A-4Unlocatable Parties to be PooledN/AOwnership Depth Severance (including percentage above & below)N/AJoinderExhibit A-5Sample Copy of Proposal LetterExhibit A-5List of Interest Owners (ie Exhibit A of JOA)Exhibit A-5Overhead Rates In Proposal LetterExhibit A-5Cost Estimate to Drill and CompleteExhibit A-5Cost Estimate to Drill and CompleteExhibit A-5Cost Estimate to Equip WellExhibit A-5Sanger Corp of Proposal LetterExhibit A-5Cost Estimate for Production FacilitiesExhibit A-5Sanger Corp of Proposal LetterExhibit A-5Cost Estimate to Drill and CompleteExhibit A-5Cost Estimate for Production FacilitiesExhibit A-5Summary (including special considerations)Exhibit BSpacing Unit SchematicExhibit BSpacing Unit SchematicExhibit BTarget FormationExhibit B-1Surger SectionN/APortos SectionExhibit B-2Depth Severance DiscussionN/AForms, Figures and TablesExhibit A-3C-102Exhibit A-3Categet Location Map (including basin)Exhibit B-1Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1 </td <td>Proof of Published Notice of Hearing (10 days before hearing)</td> <td>Exhibit C-4</td>	Proof of Published Notice of Hearing (10 days before hearing)	Exhibit C-4
Tract List (including lease numbers and owners) Exhibit A-4 if approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) of Tracts subject to notice requirements. N/A Pooled Parties (including ownership type) Exhibit A-4 Unlocatable Parties to be Pooled N/A Ownership Depth Severance (including percentage above & below) N/A Joinder Exhibit A-5 Sample Copy of Proposal Letter Exhibit A-5 Ust of Interest Owners (ie Exhibit A of JOA) Exhibit A-5 Overhead Rates In Proposal Letter Exhibit A-5 Cost Estimate to Drill and Complete Exhibit A-5 Cost Estimate to Production Facilities Exhibit A-5 Cost Estimate to Fronduction Facilities Exhibit A-5 Summary (including special considerations) Exhibit B-5 Spacing Unit Schematic Exhibit B-1 Guobarrel/Lateral Trajectory Schematic Exhibit B-5 Well Orientation (with rationale) Exhibit B-2 Depth Severance Discussion N/A PSU Coss Section Exhibit A-3 Catage Exhibit B-2 Depth Severance Discussion Exhibit B-3 Cation Exhibit B-2 Depth Severance Discussion N/A Formation Exhibit B-3 Cation Exhib	Ownership Determination	
Tact task (including lease fundhowins)(including lease numbers and owners) of Tracts subject to notice requirements.Pooled Parties (including ownership type)Exhibit A-4Unlocatable Parties to be PooledOwnership Depth Severance (including percentage above & below)N/AJoinderSample Copy of Proposal LetterExhibit A-5List of Interest Owners (in Exhibit A of JOA)Exhibit A-6Overhead Rates In Proposal LetterExhibit A-5Cost Estimate to Equip WellCost Estimate to Equip WellExhibit A-5Cost Estimate for Production FacilitiesSpacing Unit SchematicSpacing Unit SchematicSpacing Unit SchematicSpacing Unit SchematicSpacing Unit SchematicStarget FormationN/APooled SectionOptimentation (with rationale)Exhibit BSurget SchematicSpacetionSpacetionSpacetionNorther Starget SchematicSchibit BSurget Schibit BSpacetion	Land Ownership Schematic of the Spacing Unit	
requirements. N/A Pooled Parties (including ownership type) Exhibit A-4 Unlocatable Parties to be Pooled N/A Ownership Depth Severance (including percentage above & below) N/A Joinder Exhibit A-5 Sample Copy of Proposal Letter Exhibit A-5 List of Interest Owners (ie Exhibit A of JOA) Exhibit A-4 Chronology of Contact with Non-Joined Working Interests Exhibit A-5 Overhead Rates in Proposal Letter Exhibit A-5 Cost Estimate to Drill and Complete Exhibit A-5 Cost Estimate to Equip Well Exhibit A-5 Cost Estimate for Production Facilities Exhibit A-5 Geology Exhibit B Spacing Unit Schematic Exhibit B Gunbarrel/Lateral Trajectory Schematic Exhibit B-1 Gunbarrel/Lateral Trajectory Schematic Exhibit B Mell Orientation (with rationale) Exhibit B Target Formation Exhibit B-1 Burgers and Tables Mole C-102 Exhibit A-3 Tracts Exhibit A-3 Summary of Interesty, Unit Recapitulation (Tracts) Exhibi	If approval of Non-Standard Spacing Unit is requested, Tract List	Exhibit A-4
Unlocatable Parties to be Pooled N/A Ownership Depth Severance (including percentage above & below) N/A Joinder Exhibit A-5 Sample Copy of Proposal Letter Exhibit A-5 List of Interest Owners (ie Exhibit A of JOA) Exhibit A-4 Chronology of Contact with Non-Joined Working Interests Exhibit A-6 Overhead Rates in Proposal Letter Exhibit A-5 Cost Estimate to Drill and Complete Exhibit A-5 Cost Estimate to Equip Well Exhibit A-5 Cost Estimate for Production Facilities Exhibit B Spacing Unit Schematic Exhibit B-1 Gunbarrel/Lateral Trajectory Schematic Exhibit B Mull Orientation (with rationale) Exhibit B Target Formation Exhibit B HSU Cross Section Exhibit B-2 Depth Severance Discussion N/A Forms, Figures and Tables Exhibit A-3 C-102 Exhibit A-4 Summary of Interests, Unit Recapitulation (Tracts) Exhibit A-4 General Location Map (including basin) Exhibit B-1		N/A
Ownership Depth Severance (including percentage above & below) N/A Joinder Exhibit A-5 Sample Copy of Proposal Letter Exhibit A-5 List of Interest Owners (ie Exhibit A of JOA) Exhibit A-4 Chronology of Contact with Non-Joined Working Interests Exhibit A-6 Overhead Rates In Proposal Letter Exhibit A-5 Cost Estimate to Drill and Complete Exhibit A-5 Cost Estimate to Equip Well Exhibit A-5 Cost Estimate for Production Facilities Exhibit A-5 Geology Geology Summary (including special considerations) Exhibit B-1 Spacing Unit Schematic Exhibit B-1 Gunbarrel/Lateral Trajectory Schematic Exhibit B Target Formation Exhibit B HSU Cross Section Exhibit B-2 Depth Severance Discussion N/A Forms, Figures and Tables Exhibit A-3 C-102 Exhibit A-3 Tracts Exhibit A-4 Summary of Interests, Unit Recapitulation (Tracts) Exhibit A-4 General Location Map (including basin) Exhibit B-1	Pooled Parties (including ownership type)	Exhibit A-4
Ownership Depth Severance (including percentage above & below) N/A Joinder Exhibit A-5 Sample Copy of Proposal Letter Exhibit A-5 List of Interest Owners (ie Exhibit A of JOA) Exhibit A-4 Chronology of Contact with Non-Joined Working Interests Exhibit A-6 Overhead Rates In Proposal Letter Exhibit A-5 Cost Estimate to Drill and Complete Exhibit A-5 Cost Estimate to Equip Well Exhibit A-5 Cost Estimate for Production Facilities Exhibit A-5 Geology Geology Summary (including special considerations) Exhibit B-1 Spacing Unit Schematic Exhibit B-1 Gunbarrel/Lateral Trajectory Schematic Exhibit B Target Formation Exhibit B HSU Cross Section Exhibit B-2 Depth Severance Discussion N/A Forms, Figures and Tables Exhibit A-3 C-102 Exhibit A-3 Tracts Exhibit A-4 Summary of Interests, Unit Recapitulation (Tracts) Exhibit A-4 General Location Map (including basin) Exhibit B-1	Unlocatable Parties to be Pooled	N/A
Sample Copy of Proposal LetterExhibit A-5List of Interest Owners (ie Exhibit A of JOA)Exhibit A-4Chronology of Contact with Non-Joined Working InterestsExhibit A-6Overhead Rates In Proposal LetterExhibit A-5Cost Estimate to Drill and CompleteExhibit A-5Cost Estimate to Equip WellExhibit A-5Cost Estimate to Equip WellExhibit A-5GeologyImage: Complete Comp		
List of Interest Owners (ie Exhibit A of JOA)Exhibit A-4Chronology of Contact with Non-Joined Working InterestsExhibit A-6Overhead Rates In Proposal LetterExhibit A-5Cost Estimate to Drill and CompleteExhibit A-5Cost Estimate to Equip WellExhibit A-5Cost Estimate to Froduction FacilitiesExhibit A-5GeologyImage: CompleteSummary (including special considerations)Exhibit BSpacing Unit SchematicExhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit BTarget FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionN/AForms, Figures and TablesExhibit A-3C-102Exhibit A-3TractsExhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1General Location Map (including basin)Exhibit B-1	Joinder	
Chronology of Contact with Non-Joined Working InterestsExhibit A-6Overhead Rates In Proposal LetterExhibit A-5Cost Estimate to Drill and CompleteExhibit A-5Cost Estimate to Equip WellExhibit A-5Cost Estimate for Production FacilitiesExhibit A-5GeologySummary (including special considerations)Exhibit BSpacing Unit SchematicExhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit BVell Orientation (with rationale)Exhibit BTarget FormationExhibit B-2Depth Severance DiscussionN/AForms, Figures and TablesExhibit A-3C-102Exhibit A-3TractsExhibit A-4General Location Map (including basin)Exhibit A-4	Sample Copy of Proposal Letter	Exhibit A-5
Overhead Rates In Proposal LetterExhibit A-5Cost Estimate to Drill and CompleteExhibit A-5Cost Estimate to Equip WellExhibit A-5Cost Estimate for Production FacilitiesExhibit A-5GeologySummary (including special considerations)Exhibit BSpacing Unit SchematicExhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit BVell Orientation (with rationale)Exhibit BTarget FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionN/AForms, Figures and TablesExhibit A-3C-102Exhibit A-3TractsExhibit A-3Summary of Interests, Unit Recapitulation (Tracts)Exhibit A-4General Location Map (including basin)Exhibit B-1	List of Interest Owners (ie Exhibit A of JOA)	Exhibit A-4
Cost Estimate to Drill and CompleteExhibit A-5Cost Estimate to Equip WellExhibit A-5Cost Estimate for Production FacilitiesExhibit A-5GeologySummary (including special considerations)Exhibit BSpacing Unit SchematicExhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit B-5Well Orientation (with rationale)Exhibit BTarget FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionN/AForms, Figures and TablesExhibit A-3C-102Exhibit A-3TractsExhibit A-4Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1	Chronology of Contact with Non-Joined Working Interests	Exhibit A-6
Cost Estimate to Equip WellExhibit A-5Cost Estimate for Production FacilitiesExhibit A-5GeologySummary (including special considerations)Exhibit BSpacing Unit SchematicExhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit B-5Well Orientation (with rationale)Exhibit BTarget FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionN/AForms, Figures and TablesExhibit A-3C-102Exhibit A-3TractsExhibit A-4Summary of Interests, Unit Recapitulation (Tracts)Exhibit B-1	Overhead Rates In Proposal Letter	Exhibit A-5
Cost Estimate for Production FacilitiesExhibit A-5GeologyExhibit A-5Summary (including special considerations)Exhibit BSpacing Unit SchematicExhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit B-5Well Orientation (with rationale)Exhibit BTarget FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionN/AForms, Figures and TablesExhibit A-3C-102Exhibit A-3TractsExhibit A-4Summary of Interests, Unit Recapitulation (Tracts)Exhibit A-4General Location Map (including basin)Exhibit B-1	Cost Estimate to Drill and Complete	Exhibit A-5
GeologyExhibit BSummary (including special considerations)Exhibit BSpacing Unit SchematicExhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit B-5Well Orientation (with rationale)Exhibit BTarget FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionN/AForms, Figures and TablesExhibit A-3C-102Exhibit A-3TractsExhibit A-4Summary of Interests, Unit Recapitulation (Tracts)Exhibit A-4General Location Map (including basin)Exhibit B-1	Cost Estimate to Equip Well	Exhibit A-5
Summary (including special considerations)Exhibit BSpacing Unit SchematicExhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit B-5Well Orientation (with rationale)Exhibit BTarget FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionN/AForms, Figures and TablesExhibit A-3C-102Exhibit A-4Summary of Interests, Unit Recapitulation (Tracts)Exhibit A-4General Location Map (including basin)Exhibit B-1	Cost Estimate for Production Facilities	Exhibit A-5
Spacing Unit SchematicExhibit B-1Gunbarrel/Lateral Trajectory SchematicExhibit B-5Well Orientation (with rationale)Exhibit BTarget FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionN/AForms, Figures and TablesExhibit A-3C-102Exhibit A-4Summary of Interests, Unit Recapitulation (Tracts)Exhibit A-4General Location Map (including basin)Exhibit B-1	Geology	
Gunbarrel/Lateral Trajectory SchematicExhibit B-5Well Orientation (with rationale)Exhibit BTarget FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionN/AForms, Figures and TablesExhibit A-3C-102Exhibit A-4Summary of Interests, Unit Recapitulation (Tracts)Exhibit A-4General Location Map (including basin)Exhibit B-1	Summary (including special considerations)	Exhibit B
Well Orientation (with rationale)Exhibit BTarget FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionN/AForms, Figures and TablesExhibit A-3C-102Exhibit A-4TractsExhibit A-4Summary of Interests, Unit Recapitulation (Tracts)Exhibit A-4General Location Map (including basin)Exhibit B-1	Spacing Unit Schematic	Exhibit B-1
Target FormationExhibit BHSU Cross SectionExhibit B-2Depth Severance DiscussionN/AForms, Figures and TablesExhibit A-3C-102Exhibit A-3TractsExhibit A-4Summary of Interests, Unit Recapitulation (Tracts)Exhibit A-4General Location Map (including basin)Exhibit B-1	Gunbarrel/Lateral Trajectory Schematic	Exhibit B-5
HSU Cross Section Exhibit B-2 Depth Severance Discussion N/A Forms, Figures and Tables Exhibit A-3 C-102 Exhibit A-3 Tracts Exhibit A-4 Summary of Interests, Unit Recapitulation (Tracts) Exhibit A-4 General Location Map (including basin) Exhibit B-1	Well Orientation (with rationale)	Exhibit B
Depth Severance DiscussionN/AForms, Figures and TablesExhibit A-3C-102Exhibit A-3TractsExhibit A-4Summary of Interests, Unit Recapitulation (Tracts)Exhibit A-4General Location Map (including basin)Exhibit B-1	Target Formation	Exhibit B
Forms, Figures and TablesC-102C-102TractsSummary of Interests, Unit Recapitulation (Tracts)General Location Map (including basin)Exhibit B-1	HSU Cross Section	Exhibit B-2
C-102Exhibit A-3TractsExhibit A-4Summary of Interests, Unit Recapitulation (Tracts)Exhibit A-4General Location Map (including basin)Exhibit B-1	Depth Severance Discussion	N/A
TractsExhibit A-4Summary of Interests, Unit Recapitulation (Tracts)Exhibit A-4General Location Map (including basin)Exhibit B-1	Forms, Figures and Tables	
Summary of Interests, Unit Recapitulation (Tracts)Exhibit A-4General Location Map (including basin)Exhibit B-1	C-102	Exhibit A-3
General Location Map (including basin) Exhibit B-1	Tracts	Exhibit A-4
	Summary of Interests, Unit Recapitulation (Tracts)	Exhibit A-4
Refense of the Lower in the B1/2023 10:09:33 AM Exhibit B-2 .	General Location Map (including basin)	Exhibit B-1
	Relensed to Lougios: NG31/2023 10:09:33 AM	Exhibit B-2 -

<u>Received by OCD: 10/31/2023 9:22:57 AM</u>	Page 4 of 40		
Structure Contour Map - Subsea Depth	Exhibit B-3		
Cross Section Location Map (including wells)	Exhibit B-2		
Cross Section (including Landing Zone)	Exhibit B-4		
Additional Information			
Special Provisions/Stipulations	N/A		
CERTIFICATION: I hereby certify that the information provided in this checklist is complete and accurate.			
Printed Name (Attorney or Party Representative):	Dana S. Hardy		
Signed Name (Attorney or Party Representative):	/s/ Dana S. Hardy		
Date:	10/30/2023		

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

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

CASE NO. 23884

SELF-AFFIRMED STATEMENT OF MASON MAXWELL

1. I am a New Mexico Landman with Permian Resources Operating, LLC ("Permian Resources") and am over 18 years of age. I have personal knowledge of the matters addressed herein and am competent to provide this Self-Affirmed Statement.

2. I have not previously testified before the New Mexico Oil Conservation Division ("Division"). I have a bachelor's degree from Texas Tech University in Energy Commerce with a focus in Petroleum Land Management. I have been working as a landman since June of 2022. A copy of my resume is attached as **Exhibit A-1**.

3. I am familiar with the land matters involved in the above-referenced case. Copies the application and proposed hearing notice are attached as **Exhibit A-2**.

4. None of the parties proposed to be pooled in this case indicated opposition to this matter proceeding by affidavit; therefore I do not expect any opposition at hearing.

5. 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 E/2 E/2 of Sections 1 and 12, Township 20 South, Range 35 East, Lea County, New Mexico ("Unit").

6. The Unit will be dedicated to the King Eider 12 Fed Com 505H well ("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.

Permian Resources Operating, LLC Case No. 23884 Exhibit A 7. The Well will be completed in the WC – 025 G - 06 S203511G; Bone Spring pool (Code 96585)

8. The completed interval of the Well will be orthodox.

9. **Exhibit A-3** contains the C-102 for the Well.

10. **Exhibit A-4** contains a plat identifying ownership by tract in the Unit. This exhibit also includes any applicable lease numbers, a unit recapitulation, and the interests Permian Resources seeks to pool highlighted in yellow. All of the parties are locatable in that Permian Resources believes it located valid addresses for them.

11. Permian Resources has conducted a diligent search of all county public records, including phone directories and computer databases, as well as internet searches, to locate the interest owners it seeks to pool.

12. **Exhibit A-5** contains a sample well proposal letter that was sent to interest owners for the Well. The estimated costs reflected on the AFE are fair and reasonable and comparable to the cost of other wells of similar depth and length drilled in the subject formation in the area.

13. In my opinion, Permian Resources made a good-faith effort to reach voluntary joinder of uncommitted interests in the Well as indicated by the chronology of contact described in **Exhibit A-6**.

14. Permian Resources requests overhead and administrative rates of \$10,000 per month while the Well is being drilled, and \$1,000 per month while the Well is producing. These rates are fair and are comparable to the rates charged by Permian Resources and other operators in the vicinity.

15. The attached exhibits were either prepared by me or under my supervision or were compiled from company business records.

2

16. In my opinion, the granting of Permian Resources' application would serve the interests of conservation, the protection of correlative rights, and the prevention of waste.

17. I understand this Self-Affirmed Statement will be used as written testimony in this case. I affirm that my testimony above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date next to my electronic signature below.

Way Mound

Mason Maxwell

<u>10.24.23</u> Date

Mason Maxwell

(325) 514-0211 | 5310 Lavaca Ave | Midland, TX 79707 | masonmaxwell185@gmail.com

EDUCATION

Texas Tech University, Rawls College of Business

Bachelor of Business Administration, Energy Commerce

Lubbock, TX Graduation: May 2022

WORK EXPERIENCE

ConocoPhillips

Land Negotiator - New Mexico OBO

- Negotiated 25 Joint Operating Agreements in Top Hat and northern Eddy County
- Drafted and negotiated over 70 side letter agreements, term assignments, communitization agreements, AFE's, and well proposals across Top Hat and northern Eddy County
- Drafted State and Federal form agreements in the execution of Record Title Transfers and Transfers of Operating Rights for 3 transactions
- Reduced suspense account balance by \$70MM by identifying and curing title requirements.
- Gained strong negotiating and communication skills through interactions with other companies and others within my company. Proven ability to build relationships, understand different perspectives, and reach mutually beneficial agreements.
- Processed 321 well proposals and workovers with a potential net to COPC of \$1,041MM.
- Assessed State and Federal leases to verify ownership and ensure accurate interest calculations. •

ConocoPhillips

Land Negotiator Intern- Delaware Basin East North

- Prepared operated projects for drilling which included drafting well proposals, Communitization • Agreements, Joint Operating Agreements, and completing interest calculations
- Researched State and Federal Oil and Gas leases in Lea County, New Mexico to determine record title ownership and operating rights
- Examined Chain of Title Documents for curative matters
- Technical skills gained in Quorum, GIS, Excel, PowerPoint, and other relevant land data software •

Concho Resources Inc.

Landman Intern – Joint Interest Ventures

- Analyzed Oil and Gas Leases in Eddy and Lea Counties, New Mexico
- Calculated Working Interest and Net Revenue Interest for 3 non-operated well proposals •
- Analyzed Joint Operating Agreement provisions as the non-operator

ORGANIZATIONS

Permian Basin Landman Association American Association of Professional Landman **Energy Commerce Association**

June 2022-Present August 2019-Present August 2019-2022

Permian Resources Operating, LLC Case No. 23884 Exhibit A-1

Midland, TX June 2022-August 2023

Midland, TX

May 2021-August 2021

June 2020-August 2020

Midland, TX

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

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

CASE NO. 23884

APPLICATION

Pursuant to NMSA § 70-2-17, Permian Resources Operating, LLC ("Applicant") (OGRID No. 372165) 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 12, Township 20 South, Range 35 East, Lea County, New Mexico ("Unit"). In support of its application, Applicant states the following:

1. Applicant is a working interest owner in the Unit and has the right to drill wells thereon.

2. The Unit will be dedicated to the **King Eider 12 Fed Com 505H** well ("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.

3. The completed interval of the Well will be orthodox.

4. Applicant has undertaken diligent, good faith efforts to obtain voluntary agreements from all interest owners to participate in the drilling of the Well but has been unable to obtain voluntary agreements from all interest owners.

5. The pooling of uncommitted interests will avoid the drilling of unnecessary wells, prevent waste, and protest correlative rights.

Permian Resources Operating, LLC Case No. 23884 Exhibit A-2 6. In order to allow Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, all uncommitted interests in the Unit should be pooled and Applicant should be designated the operator of the Well and the Unit.

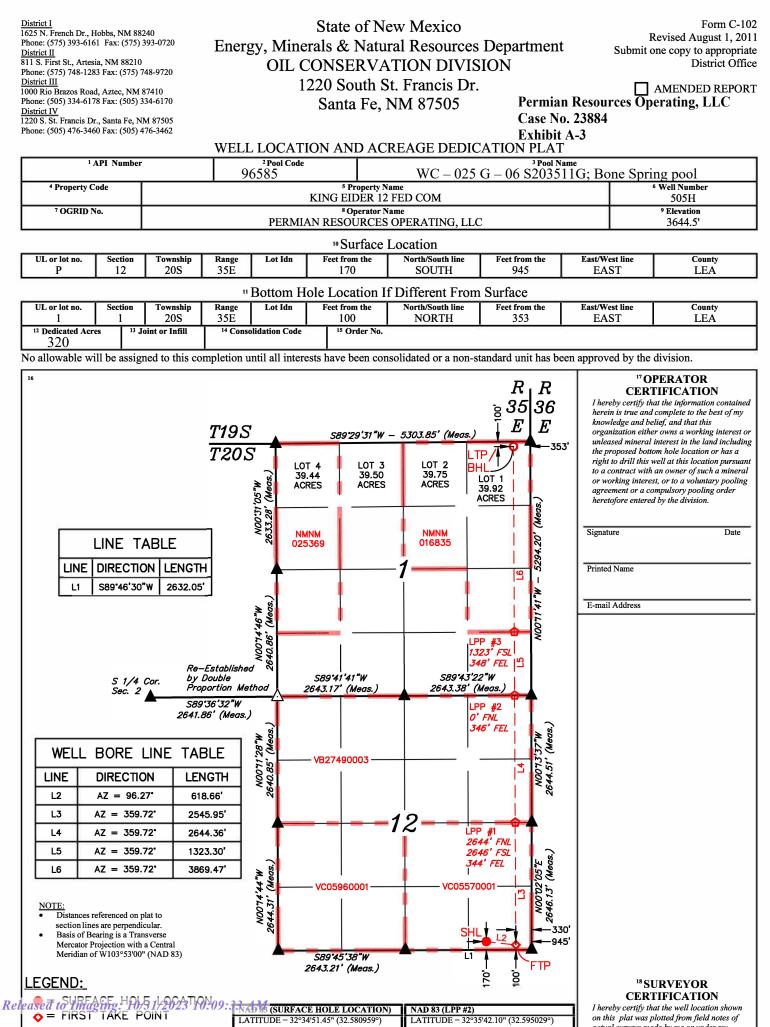
WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on November 2, 2023, and, after notice and hearing as required by law, the Division enter an order:

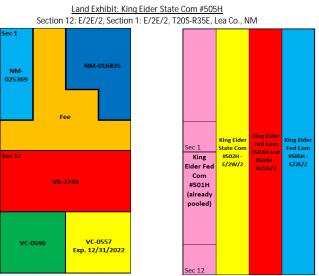
- A. Pooling all uncommitted interests in the Unit;
- B. Approving the Well in the Unit;
- C. Designating Applicant as the operator of the Unit and the Well to be drilled thereon;
- D. Authorizing Applicant to recover its costs of drilling, equipping, and completing the Well;
- E. Approving the actual operating charges and costs of supervision while drilling and after completion, together with a provision adjusting the rates pursuant to the COPAS accounting procedures; and
- F. Imposing a 200% charge for the risk assumed by Permian Resources Operating, LLC in drilling and completing the Well against any working interest owner who does not voluntarily participate in the drilling of the Well.

Respectfully submitted,

HINKLE SHANOR LLP

/s/ Dana S. Hardy Dana S. Hardy Jaclyn M. McLean P.O. Box 2068 Santa Fe, NM 87504-2068 Phone: (505) 982-4554 dhardy@hinklelawfirm.com jmclean@hinklelawfirm.com *Counsel for Permian Resources Operating, LLC* Application of Permian Resources Operating, LLC for Compulsory Pooling, Lea County, New Mexico. Applicant 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 12, Township 20 South, Range 35 East, Lea County, New Mexico ("Unit"). The Unit will be dedicated to the **King Eider 12 Fed Com 505H** well ("Well"), which will 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 Well will be orthodox. Also to be considered will be the cost of drilling and completing the Well and the allocation of the costs, the designation of Applicant as operator of the Well, and a 200% charge for the risk involved in drilling and completing the Well. The Well is located approximately 18 miles southwest of Hobbs, New Mexico.





Documents Ser		ent			
Owner	Pooling?	Proposal	JOA	Com Agmt	Notes
Permian Resources Operating, LLC	N/A	N/A	N/A	N/A	
XTO Holdings, LLC	N	Y	Y	Y	Executed all docs
Northern Oil and Gas, Inc.	N	Y	Y	Y	
Desert Rock Resources, LLC	Y	Y	Y	Ŷ	
Malaga Royalty,LLC	Y	Y	Y	Ŷ	
Magic Dog Oil & Gas Ltd.	Y	Y	Y	Ŷ	
Mary Helen Energy LLC	Y	Y	Y	Ŷ	
MRC Permian Company	Y	Y	Y	Ŷ	
Warren Ventures Ltd.	Y	Y	Y	Y	
Brian Smith	Y	Y	Y	Ŷ	
Donald D Spain	Y	Y	Y	Ŷ	
Grace H Bunting	Y	Y	Y	Y	
Karen Badgett	Y	Y	Y	Y	

Tract 1 -NE/4, NE/4SE/4 of Section 1			
Owner	WI Percentage		
XTO Holdings, LLC	100%		
Tract 2 - SE/4SE/4 of Section 1			
Owner	WI Percentage		
Permian Resources Operating, LLC	28.197933%		
Northern Oil and Gas, Inc.	51.041667%		
Desert Rock Resources, LLC	0.555556%		
Malaga Royalty,LLC	3.994000%		
Magic Dog Oil & Gas Ltd.	0.500000%		
Mary Helen Energy LLC	0.832500%		
MRC Permian Company	14.166650%		
Warren Ventures Ltd.	0.859375%		
Brian Smith	0.260417%		
Donald D Spain	0.138889%		
Grace H Bunting	0.034722%		
Karen Badgett	0.052083%		

Tract 3 - VB-2479 - N/2 of Section 12			
WI Percentage			
100%			
Tract 4 - VC-0557 - SE/4 of Section 12			
WI Percentage			

Unit Capitulation			
Owner	wi		
Permian Resources Operating, LLC	53.4571533%		
XTO Holdings, LLC	37.4906273%		
Northern Oil and Gas, Inc.	6.378614%		
Desert Rock Resources, LLC	0.0694271%		
Malaga Royalty,LLC	0.4991252%		
Magic Dog Oil & Gas Ltd.	0.062484%		
Mary Helen Energy LLC	0.1040365%		
MRC Permian Company	1.7703887%		
Warren Ventures Ltd.	0.1073950%		
Brian Smith	0.0325439%		
Donald D Spain	0.0173568%		
Grace H Bunting	0.0043392%		
Karen Badgett	0.0065088%		
TOTAL	100.000000%		

Permian Resources Operating, LLC Case No. 23884 Exhibit A-4



300 N. MARIENFELD STREET, SUITE 1000 MIDLAND, TX 79701

August 25, 2023

Via Certified Mail

XTO Holdings, LLC 22777 Springwoods Village Parkway Spring, TX 77389-1425

RE: Well Proposals – King Eider 12 State Com & King Eider 12 Fed Com Sections 1 & 12, T20S-R35E Lea County, New Mexico

To Whom It May Concern:

Permian Resources Operating, LLC ("Permian"), as Operator, hereby proposes the drilling and completion of the following (4) wells, the King Eider 12 State Com Well & the King Eider 12 Fed Com Wells at the following approximate locations within Township 20 South, Range 35 East, Lea County, NM:

1. King Eider 12 State Com 502H

SHL: 200' FSL & 2,085' FWL of Section 12 (or at a legal location within Unit N)
BHL: 100' FNL & 1,710' FWL of Section 1
FTP: 100' FSL & 1,710' FWL of Section 12
LTP: 100' FNL & 1,710' FWL of Section 1
TVD: 10,200'
TMD: 20,200'
Proration: E/2W/2 of Sections 1 & 12, T20S-R35E
Targeted Interval: 2nd Bone Spring
Total Cost: See attached AFE

2. King Eider 12 Fed Com 503H

SHL: 170' FSL & 1,005' FEL of Section 12 (or at a legal location within Unit P)
BHL: 100' FNL & 2,513' FEL of Section 1
FTP: 100' FSL & 2,486' FEL of Section 12
LTP: 100' FNL & 2,513' FEL of Section 1
TVD: 10,125'
TMD: 20,125'
Proration: W/2E/2 of Sections 1 & 12, T20S-R35E
Targeted Interval: 2nd Bone Spring
Total Cost: See attached AFE

3. King Eider 12 Fed Com 504H

SHL: 170' FSL & 975' FEL of Section 12 (or at a legal location within Unit P)BHL: 100' FNL & 1,433' FEL of Section 1FTP: 100' FSL & 1,406' FWL of Section 12LTP: 100' FNL & 1,433' FEL of Section 1

Permian Resources Operating, LLC Case No. 23884 Exhibit A-5 TVD: 10,050' TMD: 20,050' Proration: W/2E/2 of Sections 1 & 12, T20S-R35E Targeted Interval: 2nd Bone Spring Total Cost: See attached AFE

4. King Eider 12 Fed Com 505H

SHL: 170' FSL & 945' FEL of Section 12 (or at a legal location within Unit P)
BHL: 100' FNL & 353' FEL of Section 1
FTP: 100' FSL & 330' FEL of Section 12
LTP: 100' FNL & 353' FEL of Section 1
TVD: 10,000'
TMD: 20,000'
Proration: E/2E/2 of Sections 1 & 12, T20S-R35E
Targeted Interval: 2nd Bone Spring
Total Cost: See attached AFE

All other locations, TVD, and target are approximate and subject to change dependent on surface or subsurface issues encountered. Permian is proposing to drill this Well under the modified terms of the 1989 AAPL Operating Agreement and a form of said Operating Agreement will be provided upon request. The Operating Agreement will include the following general provisions:

- -100%/300%/300% non-consent provisions
- \$10,000/\$1,000 drilling and producing rates
- Permian Resources Operating, LLC named as Operator

Please indicate your election to participate in the drilling and completion of the proposed wells in the space provided below. Please sign and return one copy of this letter, a signed copy of the proposed AFE, and your geologic well requirements.

In the interest of time, should we not reach an agreement within thirty (30) days of the date of your receipt of this letter, Permian will apply to the New Mexico Oil Conservation Division for compulsory pooling of your interest into a spacing unit for the proposed well. If you do not wish to participate, Permian would be interested in acquiring your interest in the subject lands which is subject to further mutually agreeable negotiation.

Thank you for your time and consideration, if you have any questions at all, please don't hesitate to contact me at 432.400.1037 or by email at <u>travis.macha@permianres.com</u>.

Respectfully,

PERMIAN RESOURCES OPERATING, LLC

Travis Macha NM Land Lead

Enclosures

Well Elections: (Please indicate your responses in the spaces below)				
Well(s)	Elect to Participate	Elect to <u>NOT</u> Participate		
King Eider 12 State Com 502H				
King Eider 12 Fed Com 503H				
King Eider 12 Fed Com 504H				
King Eider 12 Fed Com 505H				

By: _____

Printed Name: _____

Title:_____

Date: _____

Received by OCD: 10/31/2023 9:22:57 AM



Page 17 of 40

Participate / Rejection Declaration

Please return this page to Permian Resources Operating, LLC ("Permian") by the date specified in the letter, signed indicating your election to either participate in or reject this insurance program. If you reject the insurance coverage arranged by Permian, then, to the extent that Permian has an obligation to secure any such insurance on your behalf under any applicable agreements or otherwise, Permian will be relieved of such obligation, and Permian will assume that you maintain appropriate levels of insurance and will provide a current Certificate of Insurance upon request. If you fail to make an election within 30 days from receipt of this notice, you will be deemed a participant in the program as detailed on the attached and billed for your percentage participation as such.

- □ I hereby elect to participate in the insurance coverage arranged by Permian Resources Operating, LLC and understand that I will be charged for such participation.
- □ I hereby elect to reject the insurance coverage arranged by Permian Resources Operating, LLC.

Agreed this _____ day of _____, 2023 by:

Company Name (If Applicable):

By: _____

Printed Name:	
---------------	--

Title:

Permian Resources Operating, LLC

300 N. Marienfeld St., Ste. 1000 Midland, TX 79701

Phone (432) 695-4222 • Fax (432) 695-4063 ESTIMATE OF COSTS AND AUTHORIZATION FOR EXPENDITURE

DATE:	8.23.2023	AFE NO.:	1
WELL NAME:	King Eider 12 Fed Com 505H	FIELD:	WC-025 G-06 S203511G;BONE SPRIN
LOCATION:	Sections 1 & 12, T20S-R35E	MD/TVD:	20,000' / 10,000'
COUNTY/STATE:	Lea County, New Mexico	LATERAL LENGTH:	10,000'
Permian WI:		DRILLING DAYS:	19.6
GEOLOGIC TARGET:	SBSG	COMPLETION DAYS:	18.6
	Drill a horizontal SBSG well and complete with	h 44 stages. AFE includes drilling, completions,	flowback and Initial AI
REMARKS:	install cost		

	DRILLING COSTS	COMPLETION COSTS	PRODUCTION COSTS	TOTAL COSTS
INTANGIBLE COSTS				
1 Land / Legal / Regulatory \$	54,351 265,083	- 16,625	37,500	91,851 284,208
2 Location, Surveys & Damages	43,826	40,284	2,500	109,110
4 Freight / Transportation 5 Rental - Surface Equipment	43,828	198,221	25,000 105,000	417,624
6 Rental - Downhole Equipment	114,402	55,031	105,000	244,057
	44,244	50,131		94,375
7 Rental - Living Quarters 10 Directional Drilling, Surveys		50,151	-	395,255
11 Drilling	395,255 693,647		-	693,647
12 Drill Bits	92,179			92,179
13 Fuel & Power	173,853	667,183		841,036
14 Cementing & Float Equip	223,875	-		223,875
15 Completion Unit, Swab, CTU	-		15,000	15,000
16 Perforating, Wireline, Slickline	-	361,754	-	361,754
17 High Pressure Pump Truck		113,434		113,434
18 Completion Unit, Swab, CTU		134,791		134,791
20 Mud Circulation System	96,811	-		96,811
21 Mud Logging	16,130			16,130
22 Logging / Formation Evaluation	6,690	7,673		14,363
23 Mud & Chemicals	332,951	403,207	10,000	746,158
24 Water	39,990	608,810	250,000	898,800
25 Stimulation	-	749,053	200,000	749,053
26 Stimulation Flowback & Disp		111,899	150,000	261,899
28 Mud / Wastewater Disposal	177,689	56,269	100,000	233,959
30 Rig Supervision / Engineering	111,522	122,769	21,667	255,958
32 Drlg & Completion Overhead	9,591	122,705	21,007	9,591
35 Labor	141,116	63,942	101,667	306,725
54 Proppant	141,110	1,155,029	101,007	1,155,029
95 Insurance	13,489	-		13,489
97 Contingency	10/107	22,472	3,833	26,305
99 Plugging & Abandonment			-	-
TOTAL INTANGIBLES >	3,235,720	4,938,578	722,167	8,896,465
	DRILLING	COMPLETION	PRODUCTION	TOTAL
TANCIBLE COSTS	COSTS	COSTS	COSTS	COSTS
TANGIBLE COSTS 60 Surface Casing \$		COSTS	COSTS	
60 Surface Casing \$	112,477	COSTS -	COSTS	5 112,477
60 Surface Casing \$ 61 Intermediate Casing		COSTS	COSTS	
60 Surface Casing \$ 61 Intermediate Casing 62 Drilling Liner	112,477 316,801	COSTS	COSTS	316,801
60 Surface Casing \$ 61 Intermediate Casing 62 Drilling Liner 63 Production Casing	112,477	COSTS	COSTS	5 112,477
60 Surface Casing \$ 61 Intermediate Casing 62 Drilling Liner 63 Production Casing 64 Production Liner	112,477 316,801	COSTS		5 112,477 316,801 - - 632,196 -
60 Surface Casing \$ 61 Intermediate Casing 62 Drilling Liner 63 Production Casing 64 Production Liner 65 Tubing	112,477 316,801 - - - - -	COSTS		5 112,477 316,801 - - - - - - - - - - - - - - - - - - -
60 Surface Casing \$ 61 Intermediate Casing 6 62 Drilling Liner 6 63 Production Casing 6 64 Production Liner 6 65 Tubing 6 66 Wellhead 6	112,477 316,801 - - - - 59,645	COSTS		5 112,477 316,801 - - - - - - - - - - - - - - - - - - -
60 Surface Casing \$ 61 Intermediate Casing 62 Drilling Liner 63 Production Casing 64 Production Liner 65 Tubing 66 Wellhead 67 Packers, Liner Hangers	112,477 316,801 - - - - -	COSTS		5 112,477 316,801 - - - - - - - - - - - - - - - - - - -
60 Surface Casing \$ 61 Intermediate Casing 6 62 Drilling Liner 6 63 Production Casing 6 64 Production Liner 6 65 Tubing 6 66 Wellhead 6	112,477 316,801 - - - - - 59,645 13,556	COSTS		5 112,477 316,801
60 Surface Casing \$ 61 Intermediate Casing 6 62 Drilling Liner 6 63 Production Casing 6 64 Production Liner 6 65 Tubing 6 66 Wellhead 6 67 Packers, Liner Hangers 6 68 Tanks 6 69 Production Vessels 6	112,477 316,801 - - - - - 59,645 13,556	COSTS		5 112,477 316,801
60 Surface Casing \$ 61 Intermediate Casing 6 62 Drilling Liner 6 63 Production Casing 6 64 Production Liner 6 65 Tubing 6 66 Wellhead 6 67 Packers, Liner Hangers 6 68 Tanks 6 69 Production Vessels 7 70 Flow Lines 7	112,477 316,801 - - - - - 59,645 13,556	COSTS		5 112,477 316,801 - - - - - - - - - - - - - - - - - - -
60 Surface Casing \$ 61 Intermediate Casing 6 62 Drilling Liner 6 63 Production Casing 6 64 Production Liner 6 65 Tubing 6 66 Wellhead 6 67 Packers, Liner Hangers 6 68 Tanks 6 69 Production Vessels 70 Flow Lines 71 Rod string 7	112,477 316,801 - - - - - 59,645 13,556	COSTS		5 112,477 316,801 - - - - - - - - - - - - - - - - - - -
60 Surface Casing \$ 61 Intermediate Casing 6 62 Drilling Liner 6 63 Production Casing 6 64 Production Liner 6 65 Tubing 6 66 Wellhead 6 67 Packers, Liner Hangers 6 68 Tanks 6 69 Production Vessels 7 70 Flow Lines 7 71 Rod string 7 72 Artificial Lift Equipment 7	112,477 316,801 - - - - - 59,645 13,556	COSTS		5 112,477 316,801 - - - - - - - - - - - - - - - - - - -
60 Surface Casing \$ 61 Intermediate Casing 6 62 Drilling Liner 6 63 Production Casing 6 64 Production Liner 6 65 Tubing 6 66 Wellhead 6 67 Packers, Liner Hangers 6 68 Tanks 6 69 Production Vessels 7 70 Flow Lines 7 71 Rod string 7 72 Artificial Lift Equipment 73 Compressor	112,477 316,801 - - - - - 59,645 13,556	COSTS		5 112,477 316,801 - - - - - - - - - - - - - - - - - - -
60 Surface Casing \$ 61 Intermediate Casing 6 62 Drilling Liner 6 63 Production Casing 6 64 Production Liner 6 65 Tubing 6 66 Wellhead 6 67 Packers, Liner Hangers 6 68 Tanks 6 69 Production Vessels 7 70 Rod string 7 72 Artificial Lift Equipment 7 73 Compressor 7 74 Installation Costs 5	112,477 316,801 - - - - - 59,645 13,556	COSTS		5 112,477 316,801 - - - - - - - - - - - - -
60 Surface Casing \$ 61 Intermediate Casing 6 62 Drilling Liner 6 63 Production Casing 6 64 Production Liner 6 65 Tubing 6 66 Wellhead 6 67 Packers, Liner Hangers 6 68 Tanks 6 69 Production Vessels 7 70 Flow Lines 7 71 Rod string 7 72 Artificial Lift Equipment 7 73 Compressor 7 74 Installation Costs 7 75 Surface Pumps 7	112,477 316,801 - - - - - 59,645 13,556	COSTS		5 112,477 316,801 - - - - - - - - - - - - - - - - - - -
60 Surface Casing \$ 61 Intermediate Casing 6 62 Drilling Liner 6 63 Production Casing 6 64 Production Liner 6 65 Tubing 6 66 Wellhead 6 67 Packers, Liner Hangers 6 68 Tanks 6 69 Production Vessels 7 70 Flow Lines 7 71 Rod string 7 72 Artificial Lift Equipment 73 73 Compressor 7 74 Installation Costs 75 75 Surface Pumps 76 76 Downhole Pumps 76	112,477 316,801 - - - - - 59,645 13,556	COSTS		5 112,477 316,801 - - - - - - - - - - - - - - - - - - -
60 Surface Casing \$ 61 Intermediate Casing 6 62 Drilling Liner 6 63 Production Casing 6 64 Production Liner 6 65 Tubing 6 66 Wellhead 6 67 Packers, Liner Hangers 6 68 Tanks 6 69 Production Vessels 7 70 Flow Lines 7 71 Rod string 7 72 Artificial Lift Equipment 7 73 Compressor 7 74 Installation Costs 7 75 Surface Pumps 7 76 Downhole Pumps 7 77 Measurement & Meter Installation 7	112,477 316,801 - - - - - 59,645 13,556	COSTS		5 112,477 316,801 - - - - - - - - - - - - -
60 Surface Casing \$ 61 Intermediate Casing 6 62 Drilling Liner 6 63 Production Casing 6 64 Production Liner 6 65 Tubing 6 66 Wellhead 6 67 Packers, Liner Hangers 6 68 Tanks 6 69 Production Vessels 7 70 Flow Lines 7 71 Rod string 7 72 Artificial Lift Equipment 7 73 Compressor 7 74 Installation Costs 75 75 Surface Pumps 7 76 Downhole Pumps 7 77 Measurement & Meter Installation 78 78 Gas Conditioning / Dehydration 7	112,477 316,801 - - - - - 59,645 13,556	COSTS		5 112,477 316,801 - - - - - - - - - - - - -
60 Surface Casing \$ 61 Intermediate Casing 6 62 Drilling Liner 6 63 Production Casing 6 64 Production Liner 6 65 Tubing 6 66 Wellhead 6 67 Packers, Liner Hangers 6 68 Tanks 6 69 Production Vessels 7 70 Flow Lines 7 71 Rod string 7 72 Artificial Lift Equipment 7 73 Compressor 7 74 Installation Costs 7 75 Surface Pumps 7 76 Downhole Pumps 7 77 Measurement & Meter Installation 78 78 Gas Conditioning / Dehydration 79 79 Interconnecting Facility Piping 7	112,477 316,801 - - - - - 59,645 13,556	COSTS		5 112,477 316,801 - - - 140,000 99,645 33,556 - - - - - - - - - - - - -
60 Surface Casing \$ 61 Intermediate Casing 62 62 Drilling Liner 63 63 Production Casing 64 64 Production Liner 65 65 Tubing 6 66 Wellhead 67 67 Packers, Liner Hangers 68 68 Tanks 69 69 Production Vessels 70 70 Flow Lines 71 71 Rod string 72 72 Artificial Lift Equipment 73 73 Compressor 74 74 Installation Costs 75 75 Surface Pumps 76 76 Downhole Pumps 77 77 Measurement & Meter Installation 78 78 Gas Conditioning / Dehydration 79 79 Interconnecting Facility Piping 80 80 Gathering / Bulk Lines 80	112,477 316,801 - - - - - 59,645 13,556	COSTS	- - - - - - - - - - - - - - - - - - -	5 112,477 316,801 - - - - - - - - - - - - -
60 Surface Casing \$ 61 Intermediate Casing 6 62 Drilling Liner 6 63 Production Casing 6 64 Production Liner 6 65 Tubing 6 66 Wellhead 6 67 Packers, Liner Hangers 6 68 Tanks 6 69 Production Vessels 7 70 Flow Lines 7 71 Rod string 7 72 Artificial Lift Equipment 7 73 Compressor 7 74 Installation Costs 75 75 Surface Pumps 7 76 Downhole Pumps 7 77 Measurement & Meter Installation 7 79 Interconnecting Facility Piping 80 Gathering / Bulk Lines 81 Valves, Dumps, Controllers 8	112,477 316,801 - - - - - 59,645 13,556	COSTS		5 112,477 316,801 - - - 140,000 99,645 33,556 - - - - - - - - - - - - -
60 Surface Casing \$ 61 Intermediate Casing 6 62 Drilling Liner 6 63 Production Casing 6 64 Production Liner 6 65 Tubing 6 66 Wellhead 6 67 Packers, Liner Hangers 6 68 Tanks 6 69 Production Vessels 7 70 Flow Lines 7 71 Rod string 7 72 Artificial Lift Equipment 7 73 Compressor 7 74 Installation Costs 75 75 Surface Pumps 7 76 Downhole Pumps 7 77 Measurement & Meter Installation 78 78 Gas Conditioning / Dehydration 7 79 Interconnecting Facility Piping 80 80 Gathering / Bulk Lines 81 81 Valves, Dumps, Controllers 82 82 Tank / Facility Containment 7	112,477 316,801 - - - - - 59,645 13,556	COSTS		5 112,477 316,801 - - - - - - - - - - - - -
60 Surface Casing \$ 61 Intermediate Casing 6 62 Drilling Liner 6 63 Production Casing 6 64 Production Liner 6 65 Tubing 6 66 Wellhead 6 67 Packers, Liner Hangers 6 68 Tanks 6 69 Production Vessels 7 70 Flow Lines 7 71 Rod string 7 72 Artificial Lift Equipment 7 73 Compressor 7 74 Installation Costs 7 75 Surface Pumps 7 76 Downhole Pumps 7 77 Measurement & Meter Installation 7 78 Gas Conditioning / Dehydration 7 79 Interconnecting Facility Piping 80 80 Gathering / Bulk Lines 81 Valves, Dumps, Controllers 81 Valves, Jumps, Controllers 82 82 Tank, Facility Containment 83 Flare Stack	112,477 316,801 - - - - - 59,645 13,556	COSTS		5 112,477 316,801 - - - - - - - - - - - - -
60 Surface Casing \$ 61 Intermediate Casing 6 62 Drilling Liner 6 63 Production Liner 6 65 Tubing 6 66 Wellhead 6 67 Packers, Liner Hangers 6 68 Tanks 6 69 Production Vessels 7 70 Flow Lines 7 71 Rod string 7 72 Artificial Lift Equipment 7 73 Compressor 7 74 Installation Costs 7 75 Surface Pumps 7 76 Downhole Pumps 7 77 Measurement & Meter Installation 78 78 Gas Conditioning / Dehydration 7 79 Interconnecting Facility Piping 80 80 Gathering / Bulk Lines 81 81 Valves, Dumps, Controllers 82 82 Tank / Facility Containment 83 83 Flare Stack 84	112,477 316,801 - - - - - 59,645 13,556	COSTS		5 112,477 316,801 - - - - - - - - - - - - -
60 Surface Casing \$ 61 Intermediate Casing 6 62 Drilling Liner 6 63 Production Casing 6 64 Production Liner 6 65 Tubing 6 66 Wellhead 6 67 Packers, Liner Hangers 6 68 Tanks 6 69 Production Vessels 7 70 Flow Lines 7 71 Rod string 7 72 Artificial Lift Equipment 7 73 Compressor 7 74 Installation Costs 7 75 Surface Pumps 7 76 Downhole Pumps 7 79 Interconnecting Facility Piping 80 Gathering / Bulk Lines 81 Valves, Dumps, Controllers 82 Tank / Facility Containment 83 Flare Stack 84 Electrical / Grounding 85 Communications / SCADA 7	112,477 316,801 - - - - - 59,645 13,556	COSTS		5 112,477 316,801 - - - - - - - - - - - - -
60 Surface Casing \$ 61 Intermediate Casing 6 62 Drilling Liner 6 63 Production Casing 6 64 Production Liner 6 65 Tubing 6 66 Wellhead 6 67 Packers, Liner Hangers 6 68 Tanks 6 69 Production Vessels 7 70 Flow Lines 7 71 Rod string 7 72 Artificial Lift Equipment 7 73 Compressor 7 74 Installation Costs 7 75 Surface Pumps 7 76 Downhole Pumps 7 77 Measurement & Meter Installation 78 78 Gas Conditioning / Dehydration 7 79 Interconnecting Facility Piping 80 80 Gathering / Bulk Lines 81 81 Valves, Dumps, Controllers 82 82 Tank / Facility Containment 83 83 Flare Stack 84 84 Electrical / Grounding 85 Communications / SCADA 86 Instrumentation / Safety 9				5 112,477 316,801 - - - - - - - - - - - - -
60 Surface Casing \$ 61 Intermediate Casing 6 62 Drilling Liner 6 63 Production Casing 6 64 Production Liner 6 65 Tubing 6 66 Wellhead 6 67 Packers, Liner Hangers 6 68 Tanks 6 69 Production Vessels 7 70 Flow Lines 7 71 Rod string 7 72 Artificial Lift Equipment 7 73 Compressor 7 74 Installation Costs 7 75 Surface Pumps 7 76 Downhole Pumps 7 79 Interconnecting Facility Piping 80 80 Gathering / Bulk Lines 81 81 Valves, Dumps, Controllers 82 82 Tank / Facility Containment 83 83 Flare Stack 84 84 Electrical / Grounding 85 85 Communications / SCADA 7	112,477 316,801 - - - - - 59,645 13,556	COSTS		5 112,477 316,801 - - - - - - - - - - - - -

PREPARED BY Permian Resources Operating, LLC:

Drilling Engineer: Completions Engineer: Production Engineer:	PS ML DC		
Permian Resources Operating, LI	C APPROVAL:		
Co-CEO		Co-CEO	VP - Operations
VP - Land & Legal	WH	JW VP - Geosciences	CRM
	BG	50	
NON OPERATING PARTNER A	PPROVAL:		
	TTRO TIL.		
Company Name:		Working Interest (%):	Tax ID:
Signed by:		Date:	
Title:		Approval: Yes	No (mark one)

The costs on this AFE are estimates only and may not be construed as ceilings on any specific item or the total cost of the project. Tubing installation approved under the AFE may be delayed up to a year after the well has been completed. In executing this AFE, the Participant agrees to pay its proportionate share of actual costs incurred, including, legal, curative, regulatory, brokerage and well costs under the terms of the applicable joint operating agreement, regulatory order or other agreement covering this well. Participant shall be covered by and billed proportionately for Operator's well control and general liability insurance unless participant provides Operator a certificate evidencing is own insurance in an amount acceptable to the Operator by the date of spud.

Released to Imaging: 10/31/2023 10:09:33 AM



King Eider – Chronology of Communication

*Note – All communications with non-op owners included information on the near-term expiration of New Mexico SLO lease being located in Section 12: SE/4, T20S-R35E, expiring January 1, 2024.

August 25, 2023 – Initial King Eider Well proposals across the E2W2 and E2 of Sections 1 & 12 of T20S-R35E sent (Successful W2W2 King Eider test well drilled in 2022)

- August 29, 2023 Correspondence with Warren Ventures
- August 31, 2023 Correspondence with XTO Holdings LLC & Desert Rock

September 5, 2023 – Correspondence with XTO Holdings & Magic Dog

- September 11, 2023 Correspondence with Northern Oil & Gas
- September 13, 2023 Permian sends FTP correction letter for King Eider Fed Com 504H
- September 14, 2023 Correspondence with Northern Oil & Gas & Mary Helen Energy
- September 18, 2023 Correspondence with XTO Holdings
- September 20, 2023 Correspondence with XTO Holdings
- October 5, 2023 Correspondence with XTO Holdings
- October 15, 2023 Correspondence with XTO Holdings

October 25, 2023 - Correspondence with Northern Oil & Gas

Permian Resources Operating, LLC Case No. 23884 Exhibit A-6

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

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

CASE NO. 23884

SELF-AFFIRMED STATEMENT OF IRA BRADFORD

I am a geologist with Permian Resources Operating, LLC ("Permian Resources").
 I am over 18 years of age, have personal knowledge of the matters addressed herein, and am competent to provide this Self-Affirmed Statement. I have previously testified before the New Mexico Oil Conservation Division ("Division") and my credentials as an expert in petroleum geology were accepted and made a matter of record.

2. I am familiar with the geological matters that pertain to the above-referenced cases.

3. **Exhibit B-1** is a regional locator map that identifies the King Eider project area, in proximity to the Capitan Reef within the Delaware Basin, for the Bone Spring horizontal spacing unit that is the subject of this application.

4. **Exhibit B-2** is a cross section location map for the proposed horizontal spacing unit ("Unit") within the Bone Spring formation. The location of the proposed unit is outlined in blue and the proposed wellbores are represented by dashed black arrows. Existing producing wells in the targeted interval are represented by solid orange lines. This map identifies the cross-section running from A-A' with the cross-section wells name and a black line in proximity to the proposed Well. The individual spacing units are outlined in blue boxes and are identified with their respective case numbers.

Permian Resources Operating, LLC Case No. 23884 Exhibit B Received by OCD: 10/31/2023 9:22:57 AM

5. **Exhibit B-3** is a Subsea Structure map on the Bone Spring in TVD subsea with a contour interval of 50 ft. The map identified the approximate wellbore paths for the King Eider 12 Fed Com 505H with an orange dashed line. It also identifies the location of the cross-section running from A-A' in proximity to the proposed Well. The data points are indicated by red triangles. The map demonstrates the formation is gently dipping to the west in this area. I do not observe any faulting, pinch-outs, or geologic impediments to developing the targeted intervals with horizontal wells.

6. **Exhibit B-4** is a stratigraphic cross-section from A to A' using the representative wells identified on Exhibit B-2. It contains gamma ray, resistivity, and porosity logs. The cross section is oriented from north to south and is flattened on the Top of the Wolfcamp Formation. The proposed landing zone for the Well is labeled on the exhibit. The approximate well-path for the proposed Well is indicated by an orange dashed line to be drilled from south to north across the units. This cross-section demonstrates the target intervals are continuous across the Unit.

7. **Exhibit B-5** is a gun barrel diagram that shows the wells in the Bone Spring formation. The individual spacing units are outlined in blue boxes and are identified with their respective case numbers.

8. In my opinion, a stand up orientation for the Well is appropriate to properly develop the subject acreage because of consistent rock properties throughout the Unit and is the preferred fracture orientation in this portion of the trend.

9. Based on my geologic study of the area, the targeted interval underlying the Unit is suitable for development by horizontal wells and the tracts comprising the Unit will contribute more or less equally to the production of the Well.

10. In my opinion, the granting of Permian Resources' application will serve the interests of conservation, the protection of correlative rights, and the prevention of waste.

11. The exhibits attached hereto were either prepared by me or under my supervision or were compiled from company business records.

12. I understand this Self-Affirmed Statement will be used as written testimony in this case. I affirm my testimony above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date identified next to my signature below.

Ira Bradford

10/27/2023

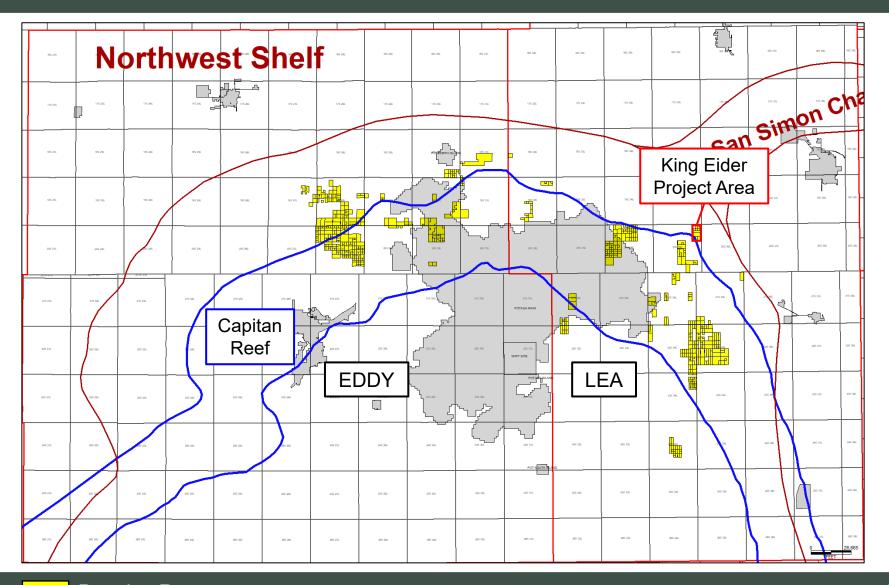
Date

Received by OCD: 10/31/2023 9:22:57 AM

Regional Locator Map King Eider 12 Fed Com

Permian Resources Operating, LLC Case No. 23884 Exhibit B-1





Cross-Section Locator Map

King Eider 12 Fed Com Bone Spring

Permian Resources Operating, LLC Case No. 23884 Exhibit B-2



Approximate Wellbore paths

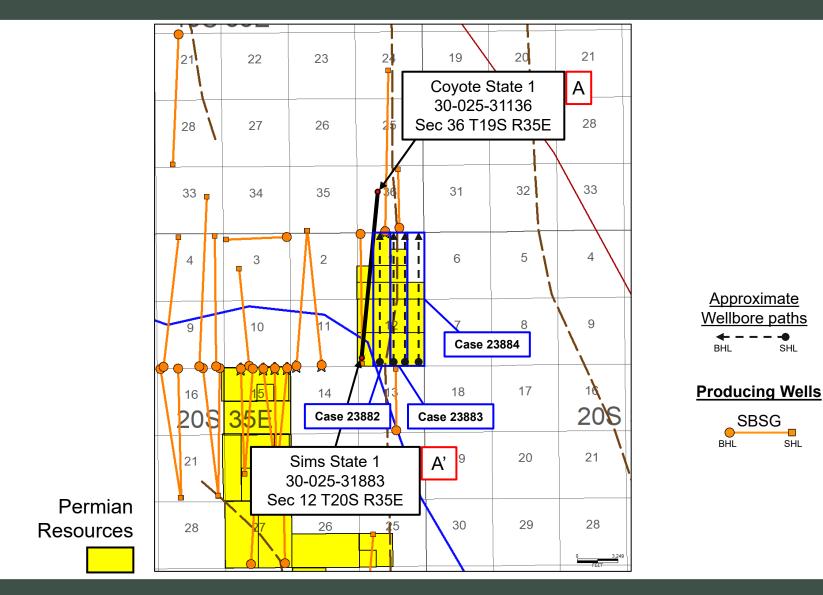
SBSG

SHL

SHL

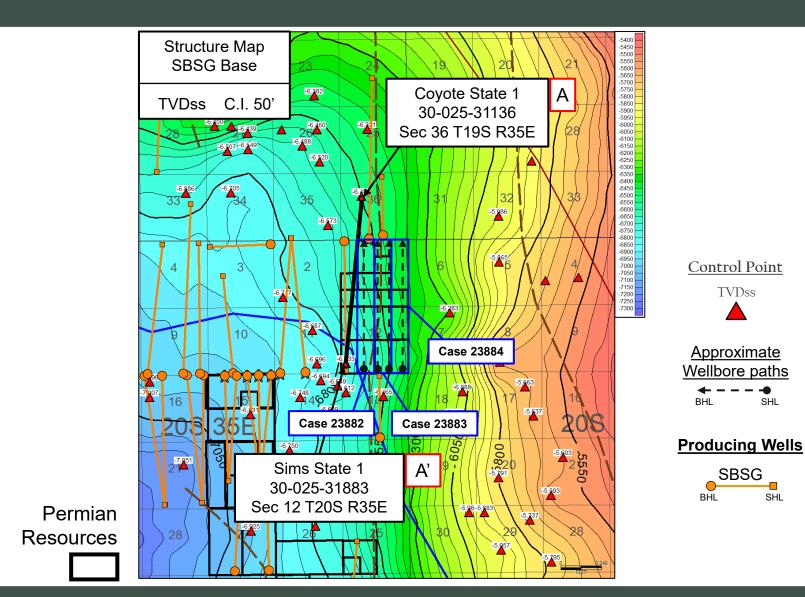
BHL

BHL



Released to Imaging: 10/31/2023 10:09:33 AM

Second Bone Spring – Structure Map King Eider 12 Fed Com Permian Resources Operating, LLC Case No. 23884 Exhibit B-3

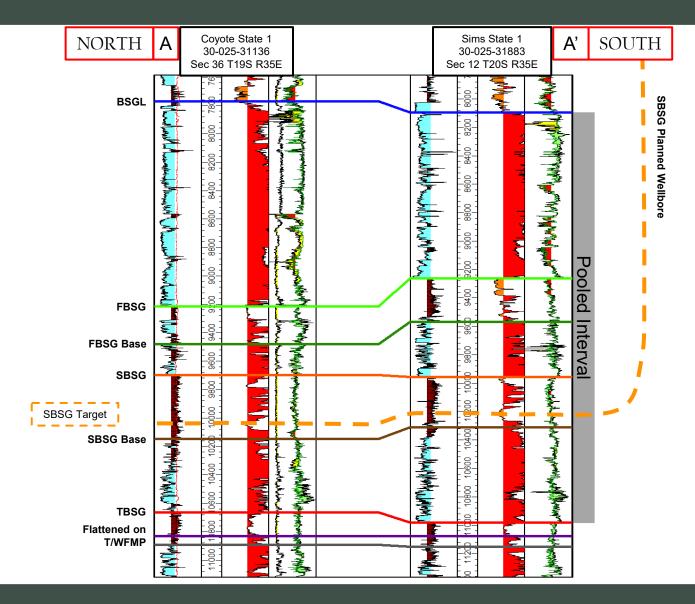


Page 25_of 40

Received by OCD: 10/31/2023 9:22:57 AM

Stratigraphic Cross-Section A-A' King Eider 12 Fed Com Permian Resources Operating, LLC Case No. 23884 Exhibit B-4



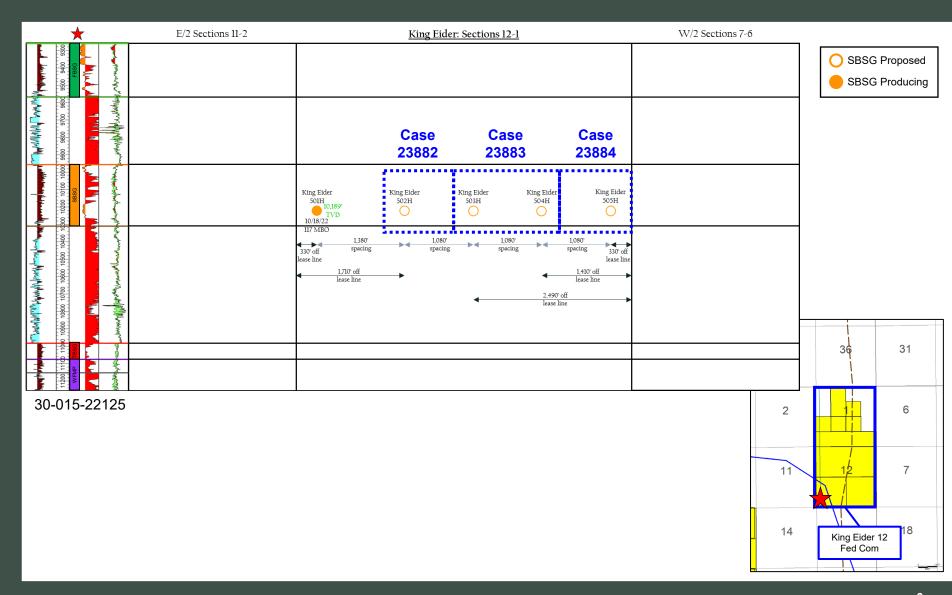


5

Received by OCD: 10/31/2023 9:22:57 AM

Gun Barrel Development Plan King Eider 12 Fed Com Permian Resources Operating, LLC Case No. 23884 Exhibit B-5





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

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

CASE NO. 23884

SELF-AFFIRMED STATEMENT OF DANA S. HARDY

1. I am attorney in fact and authorized representative of Permian Resources Operating, LLC, the Applicant herein.

2. I am familiar with the Notice Letters attached as **Exhibit C-1** and caused each Notice Letter, along with the Application in this case, to be sent to the parties set out in the chart attached as **Exhibit C-2**.

3. Exhibit C-2 also provides the date each Notice Letter was sent and the date each return was received.

4. Copies of the certified mail green cards and white slips are attached as Exhibit C-3 as supporting documentation for proof of mailing and the information provided on Exhibit C-2.

5. On October 15, 2023, I caused a notice to be published to all interested parties in the Hobbs News-Sun. An Affidavit of Publication from the Legal Clerk of the Hobbs News-Sun, along with a copy of the notice publication, is attached as **Exhibit C-4**.

6. I understand this Self-Affirmed Statement will be used as written testimony in the subject cases. I affirm that my testimony above is true and correct and it made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.

/s/ Dana S. Hardy Dana S. Hardy October 26, 2023 Date

> Permian Resources Operating, LLC Case No. 23884 Exhibit C



HINKLE SHANOR LLP

ATTORNEYS AT LAW P.O. BOX 2068 SANTA FE, NEW MEXICO 87504 505-982-4554 (FAX) 505-982-8623

WRITER: Dana S. Hardy, Partner dhardy@hinklelawfirm.com

<u>VIA CERTIFIED MAIL</u> RETURN RECEIPT REQUESTED

October 12, 2023

TO ALL PARTIES ENTITLED TO NOTICE

Re: Case Nos. 23882 – 23884 – Applications of Permian Resources Operating, LLC for Compulsory Pooling, Lea County, New Mexico.

To whom it may concern:

This letter is to advise you that the enclosed applications were filed with the New Mexico Oil Conservation Division. The hearing will be conducted on **November 2, 2023**, beginning at 8:15 a.m.

Hearings are currently conducted remotely. To participate in the electronic hearing, see the instructions posted on the OCD Hearings website: <u>https://www.emnrd.nm.gov/ocd/hearing-info/</u>. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Pursuant to Division Rule 19.15.4.13.B, a party who intends to present evidence at the hearing shall file a pre-hearing statement and serve copies on other parties, or the attorneys of parties who are represented by counsel, at least four business days in advance of a scheduled hearing, but in no event later than 5:00 p.m. Mountain Time, on the Thursday preceding the scheduled hearing date. The statement must be submitted through the OCD E-Permitting system (https://wwwapps.emnrd.nm.gov/ocd/ocdpermitting/) or via e-mail to ocd.hearings@emnrd.nm.gov and should include: the names of the parties and their attorneys, a concise statement of the case, the names of all witnesses the party will call to testify at the hearing, the approximate time the party will need to present its case, and identification of any procedural matters that are to be resolved prior to the hearing.

Please contact Mark Hajdik, Senior Staff Landman, Permian Resources, at (432) 257-3886, if you have questions regarding these matters.

Sincerely,

 /s/ Dana S. Hardy

 Dana S. Hardy

 Permian Resources Operating, LLC

 Case No. 23884

 Exhibit C-1

 7601 JEFFERSON ST NE · SUITE 180

 PO BOX 2068

PO BOX 10 ROSWELL, NEW MEXICO 88202 (575) 622-6510 FAX (575) 623-9332

7601 JEFFERSON ST NE · SUITE 180 ALBUQUERQUE, NEW MEXICO 87109 505-858-8320 (FAX) 505-858-8321

PO BOX 2068 SANTA FE, NEW MEXICO 87504 (505) 982-4554 FAX (505) 982-8623

Enclosure

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 NO. 23882-84

NOTICE LETTER CHART

PARTY	NOTICE LETTER SENT	RETURN RECEIVED
Desert Rock Resources, LP	10/12/23	10/23/23
PO Box 53713		
Midland, TX 79710		
MRC Permian Company	10/12/23	10/19/23
One Lincoln Centre		
5400 LBJ Freeway Ste 1500		
Dallas, TX 75240-1017		
Magic Dog Oil & Gas, Ltd.	10/12/23	10/26/23
PO Box 10708		
Midland, TX 79702		
Malaga Royalty, LLC	10/12/23	10/25/23
PO Box 2064		
Midland, TX 79702		
Mary Helen Energy, LLC	10/12/23	10/19/23
PO Box 80190		
Midland, TX 79708-0190		
Northern Oil & Gas, Inc.	10/12/23	10/23/23
4350 Baker Road, Suite 400		
Minnetonka, MN 55343		
Brian Smith	10/12/23	10/26/23
2802 W Bay Area Bld, Apt 2311		
Webster, TX 77598		Return to sender.
Warren Ventures, Ltd.	10/12/23	10/18/23
808 W Wall St		
Midland, TX 79701		
XTO Holdings, LLC	10/12/23	10/23/23
22777 Springwoods Village Parkway		
Spring, TX 77389-1425		

U.S. Postal Service CERTIFIED MAIL Domestic Mail Only For delivery information, visit our Certified Mail Fee \$ Extra Services & Fees (check box, add fee as apple Return Receipt (hardcopy) \$ Return Receipt (electronic) \$ Return Receipt (electronic) \$ Certified Mail Restricted Delivery \$ Addul Signature Restricted Delivery \$ Addul Signature Restricted Delivery \$ Costage \$ Total Postage and Fees \$ Sr Desert Rock Resources, LP Desert Rock Resources, LP Desert Rock Resources, LP Desert Rock Resources, LP Desert Rock Resources, LP Sr Desert Rock Resources, LP Sr Dese	Elder
SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
 Complete items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. Article Addressed to: Desert Rock Resources, LP PO Box 53713 Midland, TX 79710 23852-84 - Permian King Eider 	Agent Addressee B. Received by (Printed Name) Sava Twill C. Date of Delivery 10 / 20 / 23 D. Is delivery address different from item 1? If YES, enter delivery address below: No RECEIVED OCT 23 2023
	3. Service Type Priority Mail Express®

 Service lype
 □ Priority Mail Express®

 □ Adult Signature Linkie Shanor
 □ Priority Mail Express®

 □ Adult Signature Restricted Delivery
 □ Registered Mail™

 □ Certified Mail® Santa Fe NM 875
 □ Signature Confirmation™

 □ Certified Mail Restricted Delivery
 □ Signature Confirmation™

 □ Collect on Delivery
 □ Signature Confirmation

 □ Collect on Delivery
 □ Signature Confirmation

 □ Collect on Delivery
 □ Signature Confirmation

 9590 9402 7635 2122 6845 09 2. Article Number (Transfer from service label) Mail Mail Restricted Delivery J0) 7022 1670 0002 1190 4440 PS Form 3811, July 2020 PSN 7530-02-000-9053 **Domestic Return Receipt** in

Exhibit C-3

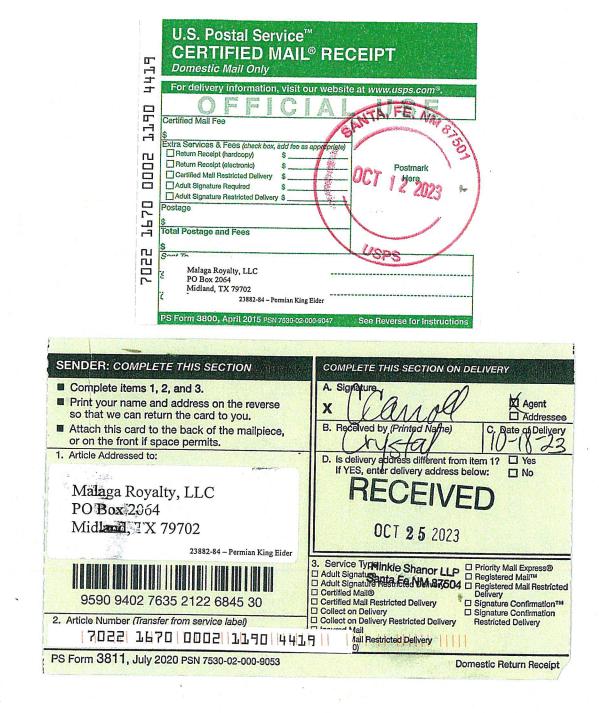
Released to Imaging: 10/31/2023 10:09:33 AM





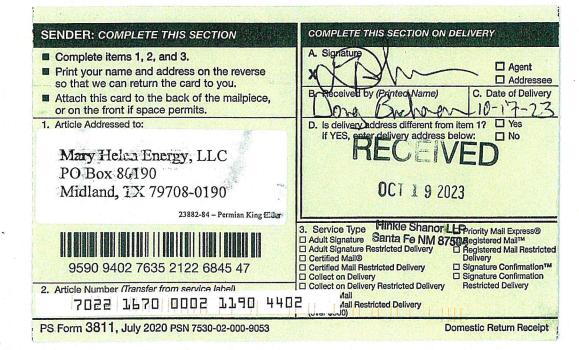




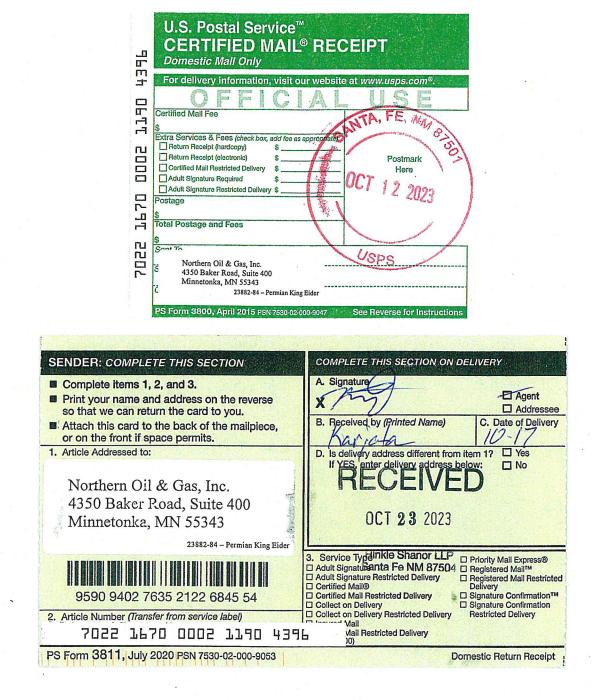


Page 34 of 40





Page 35 of 40



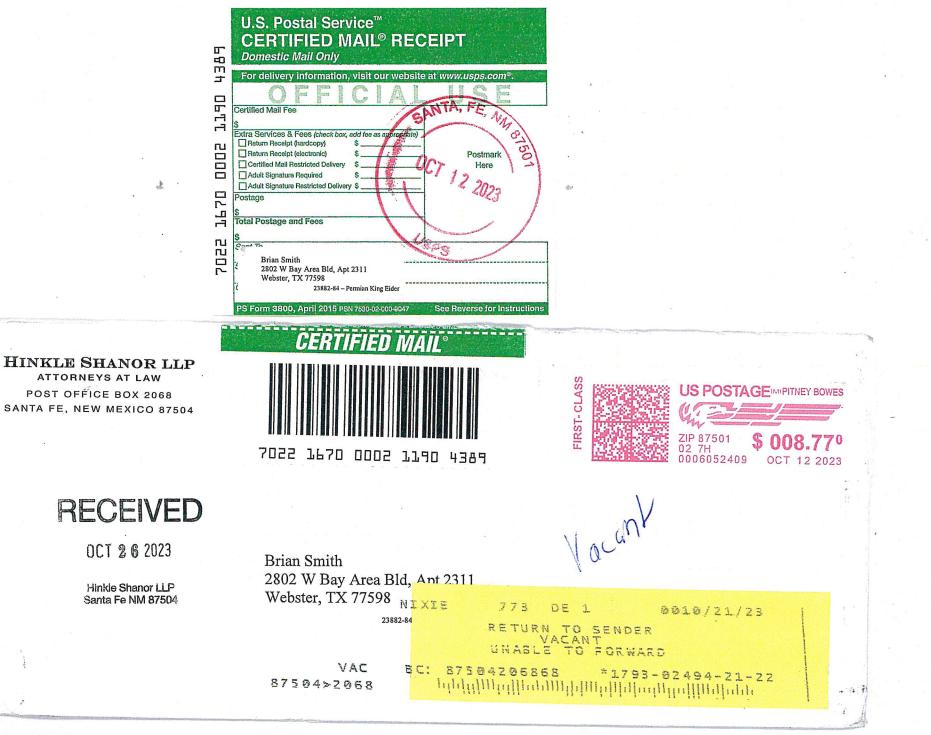
Released to Imaging: 10/31/2023 10:09:33 AM



Page 37 of 40

7022 J.670 0002 J.190 4372	U.S. Postal Service [™] CERTIFIED MAIL® Domestic Mail Only For delivery information, visit our O F I I C I Certified Mail Fee \$ Certified Mail Fee \$ Extra Services & Fees (check box, add fee as ap Beturn Receipt (hardcopy) Gertified Mail Restricted Delivery Adult Signature Required Adult Signature Restricted Delivery Adult Signature Restricted Delivery Adult Signature Restricted Delivery Adult Signature Restricted Delivery Certified Mail Restricted Delivery Adult Signature Restricted Delivery Stotal Postage and Fees S Control Postage and Fees S Control Stotal Postage and Fees S Control Stotal Postage and Fees S Control Stotal Postage and Fees S Control Stotal Postage and Fees S Control Postage Control Postage Parkway Spring, TX 77389-1425 Control Postage-2000	r website at www.usps.com®.	
1993 me			
	ETE THIS SECTION	COMPLETE THIS SECTION ON	DELIVERY
 so that we can re Attach this card to or on the front if 	and address on the reverse eturn the card to you. to the back of the mailpiece, space permits.	A. Signature X (A) (A) (A) (A) B. Received by (Printed Name)	C. Date of Delivery
1. Article Addressed to XTO Holdings 22777 Springw Spring, TX 773	, LLC oods Village Parkway	D. Is delivery address different from If YES, enter delivery address RECEN OCT 23 2	
9590 9402 7 2. Article Number (Tran 7022 14		Adult Signature Restricted Delivery Certified Mail® Certified Mail® Certified Mail Restricted Delivery Collect on Delivery Collect on Delivery	Heriority Mail Express® Registered Mail™ Registered Mail™ Glandure Confirmation™ Signature Confirmation Restricted Delivery
PS Form 3811, July	2020 PSN 7530-02-000-9053		omestic Return Receipt

Received by OCD: 10/31/2023 9:22:57 AM



Released to Imaging: 10/31/2023 10:09:33 AM

Affidavit of Publication

STATE OF NEW MEXICO COUNTY OF LEA

I. Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

> Beginning with the issue dated October 15, 2023 and ending with the issue dated October 15, 2023.

ublisher

Sworn and subscribed to before me this 15th day of October 2023.

with black

Business Manager

My commission expires January 295 2027 OF NEW MEXICO NOTARY PUBLIC (\$eal) GUSSIE RUTH BLACK COMMISSION # 1087526 COMMISSION EXPIRES 01/29/2027

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said publication has been made.

02107475

GILBERT HINKLE, SHANOR LLP PO BOX 2068 SANTA FE, NM 87504

00283760

Permian Resources Operating, LLC Case No. 23884 Exhibit C-4

LEGAL NOTICE October 15, 2023

This is to notify all interested parties, including XTO Holdings, LLC; Northern Oil & Gas, Inc.; Desert Rock Resources, LP; Malaga Royalty, LLC; Brian Smith Magic Dog Oil & Gas, Ltd.; Mary Helen Energy, LLC; MRC Permian Company, Warren Ventures, Ltd.; and their successors and assigns, that the New Mexico Oil Conservation Division will conduct a hearing on an application submitted by Permian Resources Operating, LLC (Case No. 23884). The hearing will be conducted remotely on November 2, 2023, beginning at 8:15 a.m. To participate in the electronic hearing, see the instructions posted on the OCD Hearings website for that date: https://www.emrrd.nm.gov/ocd/hearing-info/. Applicant 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 12, Township 20 South, Range 35 East, Lea County, New Mexico ("Unit"). The Unit will be dedicated to the King Eider 12 Fed Com 505H well ("Well"), which will be dilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 1 2 to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 1. The completed interval of the Well will be orthodox. Also to be considered will be the cost of drilling and completing the Well and the allocation of the costs, the designation of Applicant as operator of Well and the allocation of the costs, the designation of Applicant as operator of the Well, and a 200% charge for the risk involved in drilling and completing the Well. The Well is located approximately 18 miles southwest of Hobbs, New Mexico.

#00283760

Released to Imaging: 10/31/2023 10:09:33 AM