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

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

CASE NOS. 24003 & 24004

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 ATTORNEYS

Permian Resources Operating, LLC Dana S. Hardy

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INTERESTED PARTIES

ATTORNEYS

None.

STATEMENT OF THE CASE

In Case No. 24003, 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 N/2 N/2 of Sections 8 and 9, Township 19 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the Madera 9 State Com #121H and the Madera 9 State Com #131H wells ("Wells"), which will be drilled from surface hole locations in the SE/4 NE/4 (Unit H) of Section 9 to bottom hole locations in the NW/4 NW/4 (Unit D) of Section 8.

In Case No. 24004, 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 S/2 N/2 of Sections 8 and 9, Township 19 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Madera 9 State Com #122H** and the **Madera 9 State Com #132H** wells, which will be drilled from surface hole locations in the SE/4 NE/4 (Unit H) of Section 9 to bottom hole locations in the SW/4 NW/4 (Unit E) of Section 8.

The completed intervals of the wells will be orthodox. Also to be considered will be the cost of drilling and completing the wells and the allocation of the costs, the designation of Permian Resources as 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 northeast of Carlsbad, New Mexico.

PROPOSED EVIDENCE

| Witness | Occupation | Estimated Time | Exhibits |
|-----------------------|--------------------|-----------------------|-----------------|
| Mark Hajdik | Landman | Affidavit | Approx. 5 |
| Christopher Cantin | Geologist | Affidavit | Approx. 4 |
| | PROCEDURAL MATTERS | | |

Applicant intends to consolidate these cases for hearing and will present the cases by affidavit if there is no opposition to its applications.

Respectfully submitted,

HINKLE SHANOR, LLP

/s/ Dana S. Hardy

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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 290045

QUESTIONS

| Operator: | OGRID: |
|----------------------------------|--|
| Permian Resources Operating, LLC | 372165 |
| 1001 17th Street, Suite 1800 | Action Number: |
| Denver, CO 80202 | 290045 |
| | 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. | | |