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

APPLICATIONS OF COLGATE PRODUCTION, LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NOS. 24164 24165 24166 24167

CONSOLIDATED PRE-HEARING STATEMENT

Colgate Production, LLC ("Colgate" or "Applicant") submits its Consolidated Pre-Hearing

Statement pursuant to the rules of the Oil Conservation Division.

APPLICANT

Colgate Production, LLC

ATTORNEYS

Dana S. Hardy Jaclyn M. 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

EOG Resources, Inc.

ATTORNEY

Jordan L. Kessler 125 Lincoln Avenue, Suite 213 Santa Fe, NM 87501 Phone: (432) 488-6108 jordan_kessler@eogresources.com

STATEMENT OF THE CASES

In Case No. 24164, Colgate seeks an order pooling all uncommitted interests in the Bone Spring formation underlying a 240-acre, more or less, standard horizontal spacing unit comprised of the N/2 N/2 of Section 7, Township 19 South, Range 28 East, and the N/2 NE/4 of Section 12, Township 19 South, Range 27 East, Eddy County, New Mexico. The unit will be dedicated to the Alpine 7-12 State 121H and Alpine 7-12 State 131H wells, which will be drilled from surface hole locations in the SE/4 NE/4 (Unit H) of Section 7, Township 19 South, Range 28 East, to bottom hole locations in the NW/4 NE/4 (Unit B) of Section 12, Township 19 South, Range 27 East.

In Case No. 24165, Colgate seeks an order pooling all uncommitted interests in the Bone Spring formation underlying a 240-acre, more or less, standard horizontal spacing unit comprised of the S/2 N/2 of Section 7, Township 19 South, Range 28 East, and the S/2 NE/4 of Section 12, Township 19 South, Range 27 East, Eddy County, New Mexico. The unit will be dedicated to the **Alpine 7-12 State 122H** and **Alpine 7-12 State 132H** wells, which will be drilled from surface hole locations in the SE/4 NE/4 (Unit H) of Section 7, Township 19 South, Range 28 East, to bottom hole locations in the SW/4 NE/4 (Unit G) of Section 12, Township 19 South, Range 27 East.

In Case No. 24166, Colgate seeks an order pooling all uncommitted interests in the Bone Spring formation underlying a 240-acre, more or less, standard horizontal spacing unit comprised of the N/2 S/2 of Section 7, Township 19 South, Range 28 East, and the N/2 SE/4 of Section 12, Township 19 South, Range 27 East, Eddy County, New Mexico. The unit will be dedicated to the **Alpine 7-12 State 123H** and **Alpine 7-12 State 133H** wells, which will be drilled from surface hole locations in the NE/4 SE/4 (Unit I) of Section 7, Township 19 South, Range 28 East, to bottom hole locations in the NW/4 SE/4 (Unit J) of Section 12, Township 19 South, Range 27 East.

In Case No. 24167, Colgate seeks an order pooling all uncommitted interests in the Bone Spring formation underlying a 240-acre, more or less, standard horizontal spacing unit comprised of the S/2 S/2 of Section 7, Township 19 South, Range 28 East, and the S/2 SE/4 of Section 12, Township 19 South, Range 27 East, Eddy County, New Mexico. The unit will be dedicated to the Alpine 7-12 State 124H and Alpine 7-12 State 134H wells, which will be drilled from surface hole locations in the NE/4 SE/4 (Unit I) of Section 7, Township 19 South, Range 28 East, to bottom hole locations in the SW/4 SE/4 (Unit O) of Section 12, Township 19 South, Range 27 East.

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 Operating, LLC 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 |
|-----------------------|------------|-----------------------|-----------|
| Ryan Curry | Landman | Affidavit | Approx. 5 |
| Christopher Cantin | Geologist | Affidavit | Approx. 6 |

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

<u>/s/ Dana S. Hardy</u> Dana S. Hardy Jaclyn M. 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 and Colgate Production, LLC*

CERTIFICATE OF SERVICE

I hereby certify that on February 29, 2024, I served a true and correct copy of the foregoing pleading on the following counsel of record by electronic mail:

Jordan L. Kessler 125 Lincoln Avenue, Suite 213 Santa Fe, NM 87501 Phone: (432) 488-6108 jordan_kessler@eogresources.com *Counsel for EOG Resources, Inc.*

/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

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Action 319171

QUESTIONS

| Operator: | OGRID: |
|----------------------------------|--|
| Permian Resources Operating, LLC | 372165 |
| 300 N. Marienfeld St Ste 1000 | Action Number: |
| Midland, TX 79701 | 319171 |
| | 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. | |