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

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

CASE NOS. 24503 24504

### **CONSOLIDATED PRE-HEARING STATEMENT**

Applicants Permian Resources Operating, LLC ("Permian Resources") and Earthstone

Permian, LLC ("Earthstone") (collectively referred to as "Applicants") submit their Consolidated

Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

#### APPLICANT

# Permian Resources Operating, LLC & Earthstone Operating, 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**

#### ATTORNEY

None at this time.

#### **STATEMENT OF THE CASES**

In Case No. 24503, Applicants seek 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 W/2 of Sections 12 and 13, Township 21 South, Range 34 East, Lea County, New Mexico. The Unit will be dedicated to the Chokeberry 13-12 State Com #121H well, which will produce from a first take point in the SW/4 SW/4 (Unit M) of Section 13 to a last take point in the NW/4 NW/4 (Unit D) of Section 12.

In Case No. 24504, Applicants seek 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 12 and 13, Township 21 South, Range 34 East, Lea County, New Mexico. The Unit will be dedicated to the **Chokeberry 13-12 State Com #122H** well, which will produce from a first take point in the SE/4 SW/4 (Unit N) of Section 13 to a last take point in the NE/4 NW/4 (Unit C) of Section 12.

Applicants each own a working interest in the Units. 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 16 miles west of Eunice, New Mexico.

#### **PROPOSED EVIDENCE**

Witness	Occupation	<b>Estimated</b> 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

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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 351663

QUESTIONS

Operator:	OGRID:
Permian Resources Operating, LLC	372165
300 N. Marienfeld St Ste 1000	Action Number:
Midland, TX 79701	351663
	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.	