

**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. 24560-24567**

**CONSOLIDATED PRE-HEARING STATEMENT**

Applicant Permian Resources Operating, LLC (“Permian Resources”), submits its Consolidated Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

**APPLICANT**

Colgate Production, LLC

**ATTORNEYS**

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**INTERESTED PARTY**

None at this time.

**ATTORNEY**

**STATEMENT OF THE CASES**

In Case No. 24560, Permian Resources seeks an order pooling all uncommitted interests in the Third Bone Spring interval of the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the N/2 N/2 of Sections 23 and 24, Township 20 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Bondi 24 Fed Com 131H** well, which will be drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 24 to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 23. There is a

depth severance in the Bone Spring formation within the Unit. Therefore, Applicant seeks to pool interests from the top of the Third Bone Spring interval at a stratigraphic equivalent of approximately 7,624' MD to the base of the Bone Spring formation as shown on the Government AA #1 well log (API #30-015-21286).

In Case No. 24561, Permian Resources seeks an order pooling all uncommitted interests in the Third Bone Spring interval of the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the S/2 N/2 of Sections 23 and 24, Township 20 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Bondi 24 Fed Com 132H** well, which will be drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 24 to a bottom hole location in the SW/4 NW/4 (Unit D) of Section 23. There is a depth severance in the Bone Spring formation within the Unit. Therefore, Applicant seeks to pool interests from the top of the Third Bone Spring interval at a stratigraphic equivalent of approximately 7,624' MD to the base of the Bone Spring formation as shown on the Government AA #1 well log (API #30-015-21286).

In Case No. 24562, Permian Resources seeks an order pooling all uncommitted interests in the Third Bone Spring interval of the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the N/2 S/2 of Sections 23 and 24, Township 20 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Bondi 24 Fed Com 133H** well, which will be drilled from a surface hole location in the NE/4 SE/4 (Unit I) of Section 24 to a bottom hole location in the NW/4 SW/4 (Unit L) of Section 23. There is a depth severance in the Bone Spring formation within the Unit. Therefore, Applicant seeks to pool interests from the top of the Third Bone Spring interval at a stratigraphic equivalent of

approximately 7,624' MD to the base of the Bone Spring formation as shown on the Government AA #1 well log (API #30-015-21286).

In Case No. 24563, Permian Resources seeks an order pooling all uncommitted interests in the Third Bone Spring interval of the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the S/2 S/2 of Sections 23 and 24, Township 20 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Bondi 24 Fed Com 134H** well, which will be drilled from a surface hole location in the NE/4 SE/4 (Unit I) of Section 24 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 23. There is a depth severance in the Bone Spring formation within the Unit. Therefore, Applicant seeks to pool interests from the top of the Third Bone Spring interval at a stratigraphic equivalent of approximately 7,624' MD to the base of the Bone Spring formation as shown on the Government AA #1 well log (API #30-015-21286).

In Case No. 24564, Permian Resources seeks an order pooling all uncommitted interests in the Wolfcamp formation underlying a 320-acre, more or less, standard, overlapping, horizontal spacing unit comprised of the N/2 N/2 of Sections 23 and 24, Township 20 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Bondi 24 Fed Com 201H** well, which will be drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 24 to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 23. The Unit will partially overlap with the spacing units for the Government AA Com #2 (API #30-015-33283) and Government AA Com #1 (API #30-015-21286) wells, which produce from the Burton Flat; Wolfcamp, North (Gas) pool (Code 73520).

In Case No. 24565, Permian Resources seeks an order pooling all uncommitted interests in the Wolfcamp formation underlying a 320-acre, more or less, standard, overlapping, horizontal

spacing unit comprised of the S/2 N/2 of Sections 23 and 24, Township 20 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Bondi 24 Fed Com 202H** well, which will be drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 24 to a bottom hole location in the SW/4 NW/4 (Unit E) of Section 23. The Unit will partially overlap with the spacing units for the Government AA Com #2 (API #30-015-33283) and Government AA Com #1 (API #30-015-21286) wells, which produce from the Burton Flat; Wolfcamp, North (Gas) pool (Code 73520).

In Case No. 24566, Permian Resources seeks an order pooling all uncommitted interests in the Wolfcamp formation underlying a 320-acre, more or less, standard, overlapping, horizontal spacing unit comprised of the N/2 S/2 of Sections 23 and 24, Township 20 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Bondi 24 Fed Com 203H** well, which will be drilled from a surface hole location in the NE/4 SE/4 (Unit I) of Section 24 to a bottom hole location in the NW/4 SW/4 (Unit L) of Section 23. The Unit will partially overlap with the spacing unit for the Government Z Com #1 well (API #30-015-21242), which produces from the Burton Flat; Wolfcamp, North (Gas) pool (Code 73520).

In Case No. 24567, Permian Resources seeks an order pooling all uncommitted interests in the Wolfcamp formation underlying a 320-acre, more or less, standard, overlapping, horizontal spacing unit comprised of the S/2 S/2 of Sections 23 and 24, Township 20 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Bondi 24 Fed Com 204H** well, which will be drilled from a surface hole location in the NE/4 SE/4 (Unit I) of Section 24 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 23. The Unit will partially overlap with the spacing unit for the Government Z Com #1 well (API #30-015-21242), which produces from the Burton Flat; Wolfcamp, North (Gas) pool (Code 73520).

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.

**PROPOSED EVIDENCE**

| <b>Witness</b>     | <b>Occupation</b> | <b>Estimated Time</b> | <b>Exhibits</b> |
|--------------------|-------------------|-----------------------|-----------------|
| Ryan Curry         | Landman           | Affidavit             | Approx. 5       |
| Christopher Cantin | Geologist         | Affidavit             | Approx. 5       |

**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 356550

**QUESTIONS**

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|---|--|
| Operator:<br>Permian Resources Operating, LLC<br>300 N. Marienfeld St Ste 1000<br>Midland, TX 79701 | OGRID:<br>372165   |
|   | Action Number:<br>356550                                 |
|   | Action Type:<br>[HEAR] Prehearing Statement (PREHEARING) |

**QUESTIONS**

|  |                      |
|--|----------------------|
| <b>Testimony</b>   |                      |
| <i>Please assist us by provide the following information about your testimony.</i> |                      |
| Number of witnesses  | <i>Not answered.</i> |
| Testimony time (in minutes)  | <i>Not answered.</i> |