

**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

Witness	Occupation	Estimated Time	Exhibits
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 356551

QUESTIONS

Operator: Permian Resources Operating, LLC 300 N. Marienfeld St Ste 1000 Midland, TX 79701	OGRID: 372165
	Action Number: 356551
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony	
<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>