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

APPLICATION OF READ AND STEVENS, INC. TO AMEND ORDER NO. R-22748, LEA COUNTY, NEW MEXICO.

CASE NO. 24518 ORDER NO. R-22748

APPLICATION OF READ AND STEVENS, INC. TO AMEND ORDER NO. R-22750, LEA COUNTY, NEW MEXICO.

CASE NO. 24519 ORDER NO. R-22750

APPLICATION OF READ AND STEVENS, INC. TO AMEND ORDER NO. R-22749, LEA COUNTY, NEW MEXICO.

CASE NO. 24520 ORDER NO. R-22749

APPLICATION OF READ AND STEVENS, INC. TO AMEND ORDER NO. R-22751, LEA COUNTY, NEW MEXICO.

CASE NO. 24521 ORDER NO. R-22751

APPLICATION OF READ AND STEVENS, INC. TO AMEND ORDER NO. R-22752, LEA COUNTY, NEW MEXICO.

CASE NO. 24522 ORDER NO. R-22752

APPLICATION OF READ AND STEVENS, INC. TO AMEND ORDER NO. R-22753, LEA COUNTY, NEW MEXICO.

CASE NO. 24523 ORDER NO. R-22753

APPLICATION OF READ AND STEVENS, INC. TO AMEND ORDER NO. R-22754, LEA COUNTY, NEW MEXICO.

CASE NO. 24524 ORDER NO. R-22754

READ AND STEVEN'S CONSOLIDATED PRE-HEARING STATEMENT

Read and Stevens, Inc. ("Read and Stevens" or "Applicant"), the applicant in the abovereferenced matters, submits this Consolidated Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

ATTORNEY

Read and Stevens ("Read and Stevens")

Michael H. Feldewert
Adam G. Rankin
Paula M. Vance
Holland & Hart, LLP
Post Office Box 2208
Santa Fe, New Mexico 87504-2208
(505) 988-4421
(505) 983-6043 Facsimile
mfeldewert@hollandhart.com
agrankin@hollandhart.com
pmyance@hollandhart.com

APPLICANT'S STATEMENT OF THE CASE

In Case No. 24518, Read and Stevens seeks an order to amend Order No. R-22748 ("Order") to allow for an extension of time for drilling the proposed initial well under the Order. Division Order No. R-22748, entered on June 15, 2023, in Case No. 23524, created a standard 320.95-acre, more or less, horizontal well spacing unit comprised of Lot 4, SW/4 NW/4 and the W/2 SW/4 of Section 3, and the W/2 W/2 of Section 10, Township 20 South, Range 34 East, NMPM, Lea County, New Mexico (the "Unit"), and designated Permian Resources Operating, LLC ("Permian") as operator of the Unit. Order No. R-22748 further pooled the uncommitted

interests in the Bone Spring formation (Teas; Bone Spring [58960]) in the Unit and dedicated the Unit to the proposed initial **Riddler 3-10 Fed Com #111H** (API No. 30-025-PENDING), **Riddler 3-10 Fed Com #121H** (API No. 30-025-PENDING) and **Riddler 10 Fed Com #122H** (API No. 30-025-PENDING).

In Case No. 24519, Read and Stevens seeks an order to amend Order No. R-22750 ("Order") to allow for an extension of time for drilling the proposed initial well under the Order. Division Order No. R-22750, entered on June 15, 2023, in Case No. 23526, created a standard 320.75-acre, more or less, horizontal well spacing unit comprised of Lot 2, SW/4 NE/4 and the W/2 SE/4 of Section 3, and the W/2 E/2 of Section 10, Township 20 South, Range 34 East, NMPM, Lea County, New Mexico (the "Unit"), and designated Permian as operator of the Unit. Order No. R-22750 further pooled the uncommitted interests in the Bone Spring formation (Teas; Bone Spring [58960]) in the Unit and dedicated the Unit to the proposed initial Riddler 3-10 Fed Com #113H (API No. 30-025-PENDING), Riddler 3-10 Fed Com #125H (API No. 30-025-PENDING) and Riddler 10 Fed Com #126H (API No. 30-025-PENDING).

In Case No. 24520, Read and Stevens seeks an order to amend Order No. R-22749 ("Order") to allow for an extension of time for drilling the proposed initial well under the Order. Division Order No. R-22749, entered on June 15, 2023, in Case No. 23525, created a standard 320.85-acre, more or less, horizontal well spacing unit comprised of Lot 3, SE/4 NW/4 and the E/2 SW/4 of Section 3, and the E/2 W/2 of Section 10, Township 20 South, Range 34 East, NMPM, Lea County, New Mexico (the "Unit"), and designated Permian as operator of the Unit. Order No. R-22749 further pooled the uncommitted interests in the Bone Spring formation (Teas; Bone Spring [58960]) in the Unit and dedicated the Unit to the proposed initial Riddler 3-10 Fed Com

#112H (API No. 30-025-PENDING), Riddler 3-10 Fed Com #123H (API No. 30-025-PENDING) and Riddler 10 Fed Com #124H (API No. 30-025-PENDING).

In Case No. 24521, Read and Stevens seeks an order to amend Order No. R-22751 ("Order") to allow for an extension of time for drilling the proposed initial well under the Order. Division Order No. R-22751, entered on June 15, 2023, in Case No. 23527, created a standard 320.65-acre, more or less, horizontal well spacing unit comprised of Lot 1, SE/4 NE/4 and the E/2 SE/4 of Section 3, and the E/2 E/2 of Section 10, Township 20 South, Range 34 East, NMPM, Lea County, New Mexico (the "Unit"), and designated Permian as operator of the Unit. Order No. R-22751 further pooled the uncommitted interests in the Bone Spring formation (Teas; Bone Spring [58960]) in the Unit and dedicated the Unit to the proposed initial Riddler 3-10 Fed Com #114H (API No. 30-025-PENDING), Riddler 3-10 Fed Com #127H (API No. 30-025-PENDING) and Riddler 10 Fed Com #128H (API No. 30-025-PENDING).

In Case No. 24522, Read and Stevens seeks an order to amend Order No. R-22752 ("Order") to allow for an extension of time for drilling the proposed initial well under the Order. Division Order No. R-22752, entered on June 15, 2023, in Case No. 23528, created a standard 160-acre, more or less, horizontal well spacing unit comprised of the W/2 W/2 of Section 10, Township 20 South, Range 34 East, NMPM, Lea County, New Mexico (the "Unit"), and designated Permian as operator of the Unit. Order No. R-22752 further pooled the uncommitted interests in the Bone Spring formation (Teas; Bone Spring [58960]) in the Unit and dedicated the Unit to the proposed initial Riddler 10 Fed Com #171H (API No. 30-025-PENDING) and Riddler 10 Fed Com #131H (API No. 30-025-PENDING).

In Case No. 24523, Read and Stevens seeks an order to amend Order No. R-22753 ("Order") to allow for an extension of time for drilling the proposed initial well under the Order.

Division Order No. R-22753, entered on June 15, 2023, in Case No. 23529, created a standard 160-acre, more or less, horizontal well spacing unit comprised of the E/2 W/2 of Section 10, Township 20 South, Range 34 East, NMPM, Lea County, New Mexico (the "Unit"), and designated Permian as operator of the Unit. Order No. R-22753 further pooled the uncommitted interests in the Bone Spring formation (Teas; Bone Spring [58960]) in the Unit and dedicated the Unit to the proposed initial **Riddler 10 Fed Com #172H** (API No. 30-025-PENDING) and **Riddler 10 Fed Com #132H** (API No. 30-025-PENDING).

In Case No. 24524, Read and Stevens seeks an order to amend Order No. R-22754 ("Order") to allow for an extension of time for drilling the proposed initial well under the Order. Division Order No. R-22754, entered on June 15, 2023, in Case No. 23530, created a standard 160-acre, more or less, horizontal well spacing unit comprised of the W/2 W/2 of Section 10, Township 20 South, Range 34 East, NMPM, Lea County, New Mexico (the "Unit"), and designated Permian as operator of the Unit. Order No. R-22754 further pooled the uncommitted interests in the Wolfcamp formation (Tonto; Wolfcamp [59500]) in the Unit and dedicated the Unit to the proposed initial Riddler 10 Fed Com #201H (API No. 30-025-PENDING).

There is good cause for Applicant's request for an extension of time to drill. Permian filed permits with the Bureau of Land Management in May of 2023 and has not yet received approval, thereby causing Permian to delay its intended plans to develop the acreage subject to the Order.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Mark Hajdik, Landman	Self-Affirmed Statement	Approx. 1

PROCEDURAL MATTERS

Read and Stevens requests that these matters be consolidated for hearing and intends to present these cases by self-affirmed statement if there is no opposition at the time of hearing.

Respectfully submitted,

HOLLAND & HART LLP

By:

Michael H. Feldewert

Adam G. Rankin

Paula M. Vance

Post Office Box 2208

Santa Fe, NM 87504

505-988-4421

505-983-6043 Facsimile

mfeldewert@hollandhart.com

agrankin@hollandhart.com

pmvance@hollandhart.com

ATTORNEYS FOR READ AND STEVENS, LLC & PERMIAN RESOURCES OPERATING, LLC

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

QUESTIONS

Action 356621

QUESTIONS

Operator:	OGRID:
Permian Resources Operating, LLC	372165
300 N. Marienfeld St Ste 1000	Action Number:
Midland, TX 79701	356621
	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.	