

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

**APPLICATIONS OF PERMIAN RESOURCES
OPERATING, LLC FOR COMPULSORY
POOLING AND OVERLAPPING SPACING
UNIT, EDDY COUNTY, NEW MEXICO.**

**CASE NOS. 24715, 24716,
24717, 24718**

CONSOLIDATED PRE-HEARING STATEMENT

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

APPLICANT

Permian Resources Operating, LLC

ATTORNEYS

Dana S. Hardy
Jaclyn M. McLean
Dylan M. Villescás
Hinkle Shanor LLP
P.O. Box 2068
Santa Fe, NM 87504-2068
Phone: (505) 982-4554
dhardy@hinklelawfirm.com
jmclean@hinklelawfirm.com
dvillescás@hinklelawfirm.com

INTERESTED PARTIES

None at this time.

ATTORNEY

STATEMENT OF THE CASES

In **Case No. 24715**, 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 13 and 14, Township 20 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Outback 13-14 Fed Com 201H** well, which will be drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 13

to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 14. The Unit will partially overlap with the spacing unit for the Government T Com #001 well (API No. 30-015-20958), which is located in the N/2 of Section 14, Township 20 South, Range 28 East, and produces from the Burton Flat; Wolfcamp, North (Gas) Pool (Code 73520).

In **Case No. 24716**, 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 13 and 14, Township 20 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Outback 13-14 Fed Com 202H** well, which will be drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 13 to a bottom hole location in the SW/4 NW/4 (Unit E) of Section 14. The Unit will partially overlap with the spacing unit for the Government T Com #001 well (API No. 30-015-20958), which is located in the N/2 of Section 14, Township 20 South, Range 28 East, and produces from the Burton Flat; Wolfcamp, North (Gas) Pool (Code 73520).

In **Case No. 24717**, Permian Resources seeks an order pooling all uncommitted interests Wolfcamp formation underlying a 320-acre, more or less, standard, overlapping horizontal spacing unit comprised of the N/2 S/2 of Sections 13 and 14, Township 20 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Outback 13-14 Fed Com 203H** well, which will be drilled from a surface hole location in the NE/4 SE/4 (Unit I) of Section 13 to a bottom hole location in the NW/4 SW/4 (Unit L) of Section 14. The Unit will partially overlap with the spacing unit for the Government R Com #001 well (API No. 30-015-20871), which is located in the S/2 of Section 14, Township 20 South, Range 28 East, and produces from the Burton Flat; Wolfcamp, North (Gas) Pool (Code 73520).

In **Case No. 24718**, 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 13 and 14, Township 20 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Outback 13-14 Fed Com 204H** well, which will be drilled from a surface hole location in the NE/4 SE/4 (Unit I) of Section 13 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 14. The Unit will partially overlap with the spacing unit for the Government R Com #001 well (API No. 30-015-20871), which is located in the S/2 of Section 14, Township 20 South, Range 28 East, and 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 Applicant as operator of the wells, and a 200% charge for the risk involved in drilling and completing the wells. The wells are located approximately 15 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

/s/ Dana S. Hardy

Dana S. Hardy

Jaclyn M. McLean

Dylan M. Villescás

P.O. Box 2068

Santa Fe, NM 87504-2068

Phone: (505) 982-4554

Facsimile: (505) 982-8623

dhardy@hinklelawfirm.com

jmclean@hinklelawfirm.com

dvillescás@hinklelawfirm.com

Counsel for 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

District IV
 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 368583

QUESTIONS

| | |
|---|--|
| Operator: Permian Resources Operating, LLC 300 N. Marienfeld St Ste 1000 Midland, TX 79701 | OGRID: 372165 |
| | Action Number: 368583 |
| | Action Type: [HEAR] Prehearing Statement (PREHEARING) |

QUESTIONS

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