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

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

**CASE NO. 24724** 

APPLICATIONS OF PERMIAN RESOURCES OPERATING, LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NOS. 24725 & 24726

# **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 ATTORNEYS

Permian Resources Operating, LLC Dana S. Hardy

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INTERESTED PARTIES

**ATTORNEY** 

None at this time.

# **STATEMENT OF THE CASES**

In Case No. 24724, 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, overlapping horizontal spacing unit comprised of the S/2 N/2 of Sections 13 and

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14, Township 20 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Outback 13-14 Fed Com 132H** 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 AC 13 Federal #005H Well (API # 30-015-40880), which is located in the S/2 N/2 of Section 13, Township 20 South, Range 28 East, and produces from the Russell; Bone Spring Pool (Code 52805).

In Case No. 24725, 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 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 133H 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.

In Case No. 24726, 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 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 134H 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.

Due to a depth severance within the Units, Applicant seeks to pool uncommitted interests in Case Nos. 24724, 24725, and 24726 from the top of the Third Bone Spring interval at a stratigraphic equivalent of approximately 7,988' MD to the base of the Third Bone Spring interval at a stratigraphic equivalent of approximately 9,150' MD as shown on the Yates-Federal #2 well log (API # 30-015-20970).

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	<b>Estimated Time</b>	<b>Exhibits</b>
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

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QUESTIONS

Action 368593

### **QUESTIONS**

Operator:	OGRID:
Permian Resources Operating, LLC	372165
300 N. Marienfeld St Ste 1000	Action Number:
Midland, TX 79701	368593
	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.		