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

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

CASE NOS. 25093-25100

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

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INTERESTED PARTY

ATTORNEY

None at this time.

STATEMENT OF THE CASES

In **Case No. 25093**, Permian Resources seeks an order pooling all uncommitted interests in the Wolfcamp formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the W/2 W/2 of Sections 23 and 26, Township 20 South, Range 32 East, Lea County, New Mexico. The unit will be dedicated to the **Spicy Chicken 23 Fed Com 201H** well, which will produce from a first take point in the NW/4 NW/4 (Unit D) of Section 23 to a last take point in the SW/4 SW/4 (Unit M) of Section 26. The completed interval of the well will be orthodox. In **Case No. 25094**, Permian Resources seeks an order pooling all uncommitted interests in the Wolfcamp formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the E/2 W/2 of Sections 23 and 26, Township 20 South, Range 32 East, Lea County, New Mexico. The unit will be dedicated to the **Spicy Chicken 23 Fed Com 202H** well, which will produce from a first take point in the NE/4 NW/4 (Unit C) of Section 23 to a last take point in the SE/4 SW/4 (Unit N) of Section 26. The completed interval of the well will be orthodox.

In **Case No. 25095**, Permian Resources seeks an order pooling all uncommitted interests in the Wolfcamp formation underlying a 640-acre, more or less, standard horizontal spacing unit comprised of the E/2 of Sections 23 and 26, Township 20 South, Range 32 East, Lea County, New Mexico. The unit will be dedicated to the **Spicy Chicken 23 Fed Com 203H** well, which will produce from a first take point in the NW/4 NE/4 (Unit B) of Section 23 to a last take point in the SW/4 SE/4 (Unit O) of Section 26. The completed interval of the well will be orthodox and will be located within 330' of the quarter-quarter section line separating the E/2 E/2 and W/2 E/2 of Sections 23 and 26 to allow for the creation of a 640-acre, more or less, standard horizontal spacing unit.

In **Case No. 25096**, Permian Resources seeks an order pooling uncommitted interests in the Bone Spring formation, save and except the Second Bone Spring interval, underlying a 640acre, more or less, standard horizontal spacing unit comprised of the E/2 of Sections 23 and 26, Township 20 South, Range 32 East, Lea County, New Mexico. The unit will be dedicated to the following wells:

a. Spicy Chicken 23 Fed Com #114H and Spicy Chicken 23 Fed Com #133H, which will produce from first take points in the NW/4 NE/4 (Unit B) of Section 23 to last take points in the SW/4 SE/4 (Unit O) of Section 26; and

b. Spicy Chicken 23 Fed Com #115H and Spicy Chicken 23 Fed Com #134H, which will produce from first take points in the NE/4 NE/4 (Unit A) of Section 23 to last take points in the SE/4 SE/4 (Unit P) of Section 26.

The completed intervals of the wells will be orthodox. The completed interval of the **Spicy Chicken 23 Fed Com #134H** well will be located within 330' of the quarter-quarter section line separating the E/2 E/2 and W/2 E/2 of Sections 23 and 26 to allow for the creation of a 640-acre standard, horizontal spacing unit. Due to a depth severance in the Bone Spring Formation within the unit, Applicant seeks to pool interests in the First and Third Bone Spring intervals and exclude interests in the Second Bone Spring interval, from approximately 9,444' TVD to 9,930' TVD as shown on the Hanson State #1 well log (API 30-025-2499).

In **Case No. 25097**, Permian Resources seeks an order pooling uncommitted interests in the Bone Spring formation, save and except the Second Bone Spring interval, underlying a 640-acre, more or less, standard horizontal spacing unit comprised of the W/2 of Sections 23 and 26, Township 20 South, Range 32 East, Lea County, New Mexico. The unit will be dedicated to the following wells:

- a. Spicy Chicken 23 Fed Com #111H and Spicy Chicken 23 Fed Com #131H, which will produce from first take points in the NW/4 NW/4 (Unit D) of Section 23 to last take points in the SW/4 SW/4 (Unit M) of Section 26; and
- b. Spicy Chicken 23 Fed Com #112H and Spicy Chicken 23 Fed Com #113H which will produce from first take points in the NE/4 NW/4 (Unit C) of Section 23 to last take points in the SE/4 SW/4 (Unit N) of Section 26.

The completed intervals of the wells will be orthodox. The completed interval of the **Spicy Chicken 23 Fed Com #131H** well will be located within 330' of the quarter-quarter section line separating the W/2 W/2 and E/2 W/2 of Sections 23 and 26 to allow for the creation of a 640-acre standard, horizontal spacing unit. Due to a depth severance in the Bone Spring Formation within the unit, Applicant seeks to pool interests in the First and Third Bone Spring intervals and exclude interests in the Second Bone Spring interval, from approximately 9,444' TVD to 9,930' TVD as shown on the Hanson State #1 well log (API 30-025-2499).

In **Case No. 25098**, Permian Resources seeks an order pooling all uncommitted interests in the Second Bone Spring interval of the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the E/2 W/2 of Sections 23 and 26, Township 20 South, Range 32 East, Lea County, New Mexico. The unit will be dedicated to the **Spicy Chicken 23 Fed Com 213H** and **Spicy Chicken 23 Fed Com 224H** wells, which will produce from a first take point in the NE/4 NW/4 (Unit C) of Section 23 to a last take point in the SE/4 SW/4 (Unit N) of Section 26. The completed intervals of the wells will be orthodox. Due to a depth severance in the Bone Spring Formation within the unit, Applicant seeks to pool interests in the Second Bone Spring interval from approximately 9,444' TVD to 9,930' TVD as shown on the Hanson State #1 well log (API 30-025-2499).

In **Case No. 25099**, Permian Resources seeks an order pooling all uncommitted interests in the Second Bone Spring interval of the Bone Spring formation underlying a 640-acre, more or less, standard horizontal spacing unit comprised of the E/2 of Sections 23 and 26, Township 20 South, Range 32 East, Lea County, New Mexico. The unit will be dedicated to the following wells:

a. The Spicy Chicken 23 Fed Com 215H and Spicy Chicken 23 Fed Com 226H wells, which will produce from first take points in the NW/4 NE/4 (Unit B) of Section 23 to last take points in the SW/4 SE/4 (Unit O) of Section 26; and b. The Spicy Chicken 23 Fed Com 217H well, which will produce from a first take point in the NE/4 NE/4 (Unit A) of Section 23 to a last take point in the SE/4 SE/4 (Unit P) of Section 26.

The completed intervals of the wells will be orthodox. The completed interval of the **Spicy Chicken 23 Fed Com 226H** well will be located within 330' of the quarter-quarter section line separating the E/2 E/2 and W/2 E/2 of Sections 23 and 26 to allow for the creation of a 640-acre, more or less, standard horizontal spacing unit. Due to a depth severance in the Bone Spring Formation within the unit, Applicant seeks to pool interests in the Second Bone Spring interval from approximately 9,444' TVD to 9,930' TVD as shown on the Hanson State #1 well log (API 30-025-2499).

In **Case No. 25100**, Permian Resources seeks an order pooling all uncommitted interests in the Second Bone Spring interval of the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the W/2 W/2 of Sections 23 and 26, Township 20 South, Range 32 East, Lea County, New Mexico. The unit will be dedicated to the **Spicy Chicken 23 Fed Com 211H** and **Spicy Chicken 23 Fed Com 222H** wells, which will produce from a first take point in the NW/4 NW/4 (Unit D) of Section 23 to a last take point in the SW/4 SW/4 (Unit M) of Section 26. The completed intervals of the wells will be orthodox. Due to a depth severance in the Bone Spring Formation within the unit, Applicant seeks to pool interests in the Second Bone Spring interval from approximately 9,444' TVD to 9,930' TVD as shown on the Hanson State #1 well log (API 30-025-2499).

Also to be considered in each case will be the cost of drilling and completing the wells and the allocation of the costs, the designation of Applicant as operator of the units and wells, and a 200% charge for the risk involved in drilling and completing the wells. The wells are located approximately 32 miles east of Carlsbad, New Mexico.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Mark Hajdik	Landman	Affidavit	Approx. 5
Cole Hendrickson	Geologist	Affidavit	Approx. 8

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

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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

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Action 416084

QUESTIONS

OGRID:
372165
Action Number:
416084
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.		