

**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

Permian Resources Operating, LLC

ATTORNEYS

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

INTERESTED PARTY

None at this time.

ATTORNEY

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 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. **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

/s/ Dana S. Hardy _____

Dana S. Hardy
 Jaclyn M. McLean
 Dylan M. Villescascas
 P.O. Box 2068
 Santa Fe, NM 87504-2068
 Phone: (505) 982-4554
 Facsimile: (505) 982-8623
 dhardy@hinklelawfirm.com
 jmclean@hinklelawfirm.com
 dvillescascas@hinklelawfirm.com
Counsel for Permian Resources Operating, LLC

Sante Fe Main Office
Phone: (505) 476-3441

General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/ocd/contact-us>

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

QUESTIONS

Action 416098

QUESTIONS

Operator: Permian Resources Operating, LLC 300 N. Marienfeld St Ste 1000 Midland, TX 79701	OGRID: 372165
	Action Number: 416098
	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>