

**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-A,
LEA COUNTY, NEW MEXICO.**

**CASE NO. 25039
ORDER NO. R-22748-A**

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

**CASE NO. 25040
ORDER NO. R-22749-A**

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

**CASE NO. 25041
ORDER NO. R-22750-A**

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

**CASE NO. 25042
ORDER NO. R-22751-A**

READ AND STEVEN'S CONSOLIDATED PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

Read and Stevens
("Read and Stevens")

ATTORNEY

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APPLICANT’S STATEMENT OF THE CASE

In **Case No. 25039**, Read and Stevens seeks an order to amend Order No. R-22748-A ("Order") to allow for an extension of time for drilling the proposed initial well under the Order. On June 15, 2023, the Division entered Order R-22748 in Case 23524 pooling the uncommitted interest in the Bone Spring formation (Teas; Bone Spring [58960]) underlying 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"). Permian Resources Operating, LLC ("Permian") is the designated operator of the Unit and Order R-22748 dedicates the Unit to the proposed initial **Riddler 3-10 Fed Com #111H** (API No. 30-025-53912), **Riddler 3-10 Fed Com #121H** (API No. 30-025-53916) and **Riddler 10 Fed Com #122H** (API No. 30-025-53917). In May of 2024, Read & Stevens filed an application in Case 24518 to extend the drilling deadline, noting that there was good cause to do so. Following a public hearing on the request, the Division issued order R-22748-A extending until June 16, 2025, the period to drill the proposed wells.

In **Case No. 25040**, Read and Stevens seeks an order to amend Order No. R-22749-A (“Order”) to allow for an extension of time for drilling the proposed initial well under the Order. On June 15, 2023, the Division entered Order R-22749 in Case 23525 pooling the uncommitted interest in the Bone Spring formation (Teas; Bone Spring [58960]) underlying 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”). Permian Resources Operating, LLC (“Permian”) is the designated operator of the Unit and Order R-22749 dedicates the Unit to the proposed initial **Riddler 3-10 Fed Com #112H** (API No. 30-025-53913), **Riddler 3-10 Fed Com #123H** (API No. 30-025-53918) and **Riddler 10 Fed Com #124H** (API No. 30-025-53919). In May of 2024, Read & Stevens filed an application in Case 24520 to extend the drilling deadline, noting that there was good cause to do so. Following a public hearing on the request, the Division issued order R-22749-A extending until June 16, 2025, the period to drill the proposed wells.

In **Case No. 25041**, Read and Stevens seeks an order to amend Order No. R-22750-A (“Order”) to allow for an extension of time for drilling the proposed initial well under the Order. On June 15, 2023, the Division entered Order R-22750 in Case 23526 pooling the uncommitted interest in the Bone Spring formation (Teas; Bone Spring [58960]) underlying 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”). Permian Resources Operating, LLC (“Permian”) is the designated operator of the Unit and Order R-22750 dedicates the Unit to the proposed initial **Riddler 3-10 Fed Com #113H** (API No. 30-025-53914), **Riddler 3-10 Fed Com #125H** (API No. 30-025-53920) and **Riddler 10 Fed Com #126H** (API No. 30-025-53921). In May of 2024,

Read & Stevens filed an application in Case 24519 to extend the drilling deadline, noting that there was good cause to do so. Following a public hearing on the request, the Division issued order R-22750-A extending until June 16, 2025, the period to drill the proposed wells.

In **Case No. 25042**, Read and Stevens seeks an order to amend Order No. R-22751-A (“Order”) to allow for an extension of time for drilling the proposed initial well under the Order. On June 15, 2023, the Division entered Order R-22751 in Case 23527 pooling the uncommitted interest in the Bone Spring formation (Teas; Bone Spring [58960]) underlying 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”). Permian Resources Operating, LLC (“Permian”) is the designated operator of the Unit and Order R-22751 dedicates the Unit to the proposed initial **Riddler 3-10 Fed Com #114H** (API No. 30-025-53915), **Riddler 3-10 Fed Com #127H** (API No. 30-025-53922) and **Riddler 10 Fed Com #128H** (API No. 30-025-53923). In May of 2024, Read & Stevens filed an application in Case 24521 to extend the drilling deadline, noting that there was good cause to do so. Following a public hearing on the request, the Division issued order R-22751-A extending until June 16, 2025, the period to drill the proposed wells.

Permian is eager to develop this acreage and is seeking to co-develop it with Section 4, 5, 8, and 9 directly adjacent to the west for maximum efficiency and recovery. Permian anticipates a resolution on contested pooling cases on those adjacent lands in the coming months. Good cause therefore exists to extend the deadline to commence drilling under the order for a year, until June 16, 2026.

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:  _____

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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

Action 416189

QUESTIONS

Operator: Permian Resources Operating, LLC 300 N. Marienfeld St Ste 1000 Midland, TX 79701	OGRID: 372165
	Action Number: 416189
	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>