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 abovereferenced matters, submits this Consolidated Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

ATTORNEY

Read and Stevens ("Read and Stevens")

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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 416192

QUESTIONS

Operator:	OGRID:
Permian Resources Operating, LLC	372165
300 N. Marienfeld St Ste 1000	Action Number:
Midland, TX 79701	416192
	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.	