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

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

CASE NOS. 25136 & 25137

PERMIAN'S CONSOLIDATED PRE-HEARING STATEMENT

Permian Resources Operating, LLC ("Permian" 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

Permian Resources Operating, LLC ("Permian")

Alahaal II Ealdar

ATTORNEY

Michael H. Feldewert Adam G. Rankin Paula M. Vance Holland & Hart, LLP Post Office Box 2208 Santa Fe, New Mexico 87504-2208 (505) 988-4421 (505) 983-6043 Facsimile

APPLICANT'S STATEMENT OF THE CASE

Under these consolidated cases, Permian seeks orders pooling in the Bone Spring formation (Esperanza; Bone Spring [97755]) for the referenced acreage, all in Township 22 South, Range 26 East, NMPM, Eddy County, New Mexico, as follows:

• Under Case No. 25136, Permian seeks to pool the uncommitted interests underlying a standard 642.24-acre, more or less, horizontal well spacing unit comprised of Lots 1-4 and the S/2 N/2 (N/2 equivalent) of irregular Sections 1 and 2, and initially dedicate this spacing unit to the proposed Water Buffalo #131H

well, to be horizontally drilled from a surface location in the NE/4 SE/4 (Unit I) of irregular Section 3, with a first take point in Lot 4 (NW/4 NW/4 equivalent) of irregular Section 2, and a last take point in Lot 1 (NE/4 NE/4 equivalent) of irregular Section 1; and

Under Case No. 25137, Permian seeks to pool the uncommitted interest underlying
a standard 640-acre, more or less, horizontal well spacing unit comprised of the
S/2 of irregular Sections 1 and 2, and initially dedicate this spacing unit to the
proposed Water Buffalo #133H well, to be horizontally drilled from a surface
location in the NE/4 SE/4 (Unit I) of irregular Section 3, with a first take point in
the NW/4 SW/4 (Unit L) of irregular Section 2, and a last take point in the NE/4
SE/4 (Unit I) of irregular Section 1.

The completed interval for each of the wells is expected to remain within 330 feet of the adjoining quarter-quarter section (or equivalent) tracts to allow inclusion of proximity tracts within the proposed horizontal spacing units under 19.15.16.15.B(1)(b) NMAC.

The completed interval for each well will comply with statewide setbacks for oil wells. Permian has sought and been unable to obtain voluntary agreement for the development of these lands from all working interest owners in the subject acreage.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Collin Christian, Landman	Self-Affirmed Statement	Approx. 4
Tyler Chesworth, Geologist	Self-Affirmed Statement	Approx. 4

PROCEDURAL MATTERS

Permian 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: Pakhik

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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 429343

QUESTIONS		
Operator:	OGRID:	
Permian Resources Operating, LLC 300 N. Marienfeld St Ste 1000 Midland, TX 79701	372165	
	Action Number:	
	429343	
	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.