

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

**APPLICATION OF READ & STEVENS, INC.
FOR APPROVAL OF AN OVERLAPPING
HORIZONTAL WELL SPACING UNIT
AND COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO**

CASE NO. 25716

NOTICE OF REVISED EXHIBITS

Read & Stevens, Inc. and Permian Resources Operating, LLC (collectively "Permian"), gives notice that it is filing the attached revised exhibits for acceptance into the record.

Revised Exhibit A is an updated CPAC with corrected reference to the depth severance involved with the case, as well as all pools associated with the proposed spacing unit.

Revised Exhibit C-2 are updated C-102s reflecting that the well traverses two pools.

Respectfully submitted,

HOLLAND & HART LLP

By: 

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**ATTORNEYS FOR READ & STEVENS, INC. AND
PERMIAN RESOURCES OPERATING, LLC**

**BEFORE THE OIL CONSERVATION DIVISION
EXAMINER HEARING NOVEMBER 18, 2025**

CASE No. 25716

SLIM JIM 14-15 FED COM 141H 2ND BS WELL

EDDY COUNTY, NEW MEXICO

PERMIAN
RESOURCES

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

**APPLICATION OF READ & STEVENS, INC.
FOR APPROVAL OF AN OVERLAPPING
HORIZONTAL WELL SPACING UNIT
AND COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.**

CASE NO. 25716

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- **Permian Exhibit E:** Self-Affirmed Notice Statement
- **Permian Exhibit F:** Notice of Publication

COMPULSORY POOLING APPLICATION CHECKLIST

ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS

Case: 25716	APPLICANT'S RESPONSE
Date	November 18, 2025
Applicant	Read & Stevens, Inc.
Designated Operator & OGRID (affiliation if applicable)	Permian Resources Operating, LLC (372165)
Applicant's Counsel:	Holland & Hart LLP
Case Title:	APPLICATION OF READ & STEVENS, INC. FOR APPROVAL OF AN OVERLAPPING HORIZONTAL WELL SPACING UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.
Entries of Appearance/Intervenors:	N/A
Well Family	Slim Jim
Formation/Pool	
Formation Name(s) or Vertical Extent:	Bone Spring formation
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	top of the Second Bone Spring to approximately 9,293 feet total vertical depth
Pool Name and Pool Code:	Shugart, Bone Spring; North [56405] - Section 16; and Tamano; Bone Spring [58040] - Sections 15 and 14
Well Location Setback Rules:	Statewide setbacks
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	480-acre, more or less
Building Blocks:	40 acres
Orientation:	Laydown
Description: TRS/County	N/2 N/2 of Sections 14, 15, and 16, Township 18 South, Range 31 East, NMPM, Eddy County, New Mexico
Standard Horizontal Well Spacing Unit (Y/N), If No, describe and is approval of non-standard unit requested in this application?	Yes
Other Situations	
Depth Severance: Y/N. If yes, description BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Revised Exhibit No. A Submitted by: Permian Resources Operating, LLC Hearing Date: November 18, 2025	Yes; the depth severance is located at 9,293 feet total vertical depth, as shown in that certain Dual Lateralog, Micro Laterlog, Gamma Ray well log in the Jamie Federal 001 (API No. 30-015-26064), located in Section 14, Township 18 South, Range 31 East, Eddy County, New Mexico.

Proximity Tracts: If yes, description	No
Proximity Defining Well: if yes, description	N/A
Applicant's Ownership in Each Tract	Exhibit C-3
Well(s)	
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	Add wells as needed
Well #1	<u>Slim Jim 14-15 Federal Com 141H</u> API: 30-015-PENDING SHL: 39' FSL, 77' FWL (Unit M), Section 12 BHL: 990' FNL, 100' FWL (Unit D), Section 16 Completion Target: Bone Spring formation Well Orientation: Laydown Completion Location expected to be: Standard
Horizontal Well First and Last Take Points	Exhibit C-2
Completion Target (Formation, TVD and MD)	Exhibit C-4
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$10,000
Production Supervision/Month \$	\$1,000
Justification for Supervision Costs	Exhibit C
Requested Risk Charge	200%
Notice of Hearing	
Proposed Notice of Hearing	Exhibit B
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit E
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit F
Ownership Determination	
Land Ownership Schematic of the Spacing Unit	Exhibit C-3
Tract List (including lease numbers and owners)	Exhibit C-3
If approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) of Tracts subject to notice requirements.	N/A
Pooled Parties (including ownership type)	Exhibit C-3
Unlocatable Parties to be Pooled	N/A
Ownership Depth Severance (including percentage above & below)	See Exhibit C, C-3; see also case 25673
Joinder	
Sample Copy of Proposal Letter	Exhibit C-4
List of Interest Owners (ie Exhibit A of JOA)	Exhibit C-3
Chronology of Contact with Non-Joined Working Interests	Exhibit C-5

Overhead Rates In Proposal Letter	Exhibit C-4
Cost Estimate to Drill and Complete	Exhibit C-4
Cost Estimate to Equip Well	Exhibit C-4
Cost Estimate for Production Facilities	Exhibit C-4
Geology	
Summary (including special considerations)	Exhibit D
Spacing Unit Schematic	Exhibit D-2
Gunbarrel/Lateral Trajectory Schematic	Exhibit D-2 & D-3
Well Orientation (with rationale)	Exhibit D & D-2
Target Formation	Exhibit D & D-4
HSU Cross Section	Exhibit D-3
Depth Severance Discussion	Exhibit D & D-6
Forms, Figures and Tables	
C-102	Exhibit C-2
Tracts	Exhibit C-3
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit C-3
General Location Map (including basin)	Exhibit D-1
Well Bore Location Map	Exhibit D-2
Structure Contour Map - Subsea Depth	Exhibit D-3
Cross Section Location Map (including wells)	Exhibit D-3
Cross Section (including Landing Zone)	Exhibit D-4
Additional Information	
Special Provisions/Stipulations	N/A
CERTIFICATION: I hereby certify that the information provided in this checklist is complete and accurate.	
Printed Name (Attorney or Party Representative):	Paula M Vance
Signed Name (Attorney or Party Representative):	
Date:	11/14/2025

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

**APPLICATION OF READ & STEVENS, INC.
FOR APPROVAL OF AN OVERLAPPING
HORIZONTAL WELL SPACING UNIT
AND COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.**

CASE NO. 25716

APPLICATION

Read & Stevens, Inc. ("Applicant"), through undersigned attorneys, hereby files this application with the Oil Conservation Division pursuant to the provisions of NMSA 1978, § 70-2-17, for an order (1) approving a standard 480-acre, more or less, overlapping horizontal well spacing unit in a portion of the Bone Spring formation, from the top of the Second Bone Spring to approximately 9,293 feet total vertical depth, underlying the N/2 N/2 of Sections 14, 15, and 16, Township 18 South, Range 31 East, NMPM, Eddy County, New Mexico, and (2) pooling all uncommitted interests in this acreage. In support of its application, Applicant states:

1. Applicant is a working interest owner in the proposed horizontal spacing unit and has the right to drill thereon.
2. Applicant seeks to designate Permian Resources Operating, LLC (OGRID No. 372165) as the operator of the proposed horizontal spacing unit.
3. Applicant seeks to initially dedicate the above-referenced horizontal spacing unit to the proposed **Slim Jim 14-15 Federal Com 141H** well, to be horizontally drilled from a surface location in the NE/4 NE/4 (Unit A) of Section 14, to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 16.

**BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico**

Exhibit No. B

Submitted by: Permian Resources Operating, LLC

Hearing Date: November 18, 2025

Case No. 25716

4. This proposed horizontal well spacing unit will overlap the following spacing unit in the Bone Spring formation:

- An existing 160-acre horizontal spacing unit in the Bone Spring formation underlying the N/2 N/2 of Section 15, T18S-R31E, currently dedicated to the Tamano 15 AD Federal Com 1H (API No. 30-015-40868), operated by Mewbourne Oil Company.

5. An ownership depth severance exists in the Bone Spring formation within the proposed horizontal well spacing unit. Accordingly, Permian seeks to pool only a portion of the Bone Spring formation, measured from the top of the Second Bone Spring, as seen at 7,955' feet total vertical depth, to approximately 9,293 feet total vertical depth beneath the surface, as shown in that certain Dual Lateralog, Micro Laterlog, Gamma Ray well log in the Tamano 15 Fed Com 2 (API No. 30-015-33398), located in Section 15, Township 18 South, Range 31 East, Eddy County, New Mexico. Permian will provide notice of this hearing to the vertical offset parties within the pool who are not subject to this pooling application.

6. Applicant has sought and been unable to obtain voluntary agreement for the development of these lands from all interest owners in the subject spacing unit.

7. The pooling of interests will allow Applicant to obtain a just and fair share of the oil and gas underlying the subject lands, avoid the drilling of unnecessary wells, will prevent waste, and will protect correlative rights.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on November 13, 2025, and, after notice and hearing as required by law, the Division enter an order:

- A. Approving the proposed overlapping spacing unit and pooling all uncommitted interests therein;

- B. Designating Permian Resources Operating, LLC as operator of this overlapping horizontal spacing unit and the horizontal well to be drilled thereon;
- C. Authorizing Applicant to recover its costs of drilling, completing, and equipping the well;
- D. Approving the actual operating charges and costs of supervision while drilling and after completion, together with a provision adjusting the rates pursuant to the COPAS accounting procedures; and
- E. Imposing a 200% charge for the risk assumed by Applicant in drilling and completing the well against any working interest owner who does not voluntarily participate in the drilling of the well.

Respectfully submitted,

HOLLAND & HART LLP

By: 

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**ATTORNEYS FOR READ AND STEVENS, INC. &
PERMIAN RESOURCES OPERATING, LLC**

CASE _____: **Application of Read & Stevens, Inc. for Approval of an Overlapping Horizontal Well Spacing Unit and Compulsory Pooling, Eddy County, New Mexico.** Applicant in the above-styled cause seeks an order (1) approving a standard 480-acre, more or less, overlapping horizontal well spacing unit in a portion of the Bone Spring formation, from the top of the Second Bone Spring to approximately 9,293 feet total vertical depth, underlying the N/2 N/2 of Sections 14, 15, and 16, Township 18 South, Range 31 East, NMPM, Eddy County, New Mexico, and (2) pooling all uncommitted interests in this acreage. Said unit will be initially dedicated to the proposed **Slim Jim 14-15 Federal Com 141H** well, to be horizontally drilled from a surface location in the NE/4 NE/4 (Unit A) of Section 14, to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 16. This proposed horizontal well spacing unit will overlap the following spacing unit in the Bone Spring formation:

- An existing 160-acre horizontal spacing unit in the Bone Spring formation underlying the N/2 N/2 of Section 15, T18S-R31E, currently dedicated to the Tamano 15 AD Federal Com 1H (API No. 30-015-40868), operated by Mewbourne Oil Company.

Also, to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, actual operating costs and charges for supervision, designation of Permian Resources Operating, LLC as operator of the well, and a 200% charge for risk involved in drilling said well. Said area is located approximately 8.5 miles southwest of Maljamar, New Mexico.

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

**APPLICATION OF READ & STEVENS, INC.
FOR APPROVAL OF AN OVERLAPPING
HORIZONTAL WELL SPACING UNIT AND
COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.**

CASE NO. 25716

SELF-AFFIRMED STATEMENT OF SEAN JOHNSON

1. My name is Sean Johnson. I work for Permian Resources Operating, LLC (“Permian”) as the New Mexico Land Manager. Permian is the proposed designated operator on behalf of Read & Stevens, Inc.

2. I have previously testified before the New Mexico Oil Conservation Division (“Division”) as an expert witness in petroleum land matters. My credentials as a petroleum landman have been accepted by the Division and made a matter of record.

3. I am familiar with the applications filed by Read & Stevens, Inc. and Permian Resources Operating, LLC (collectively “Permian” or “Applicant”) in this case, and I am familiar with the status of the lands in the subject area.

4. In Case No. 25671, Permian seeks order (1) approving a standard 480-acre, more or less, overlapping horizontal well spacing unit in a portion of the Bone Spring formation, from the top of the Second Bone Spring to approximately 9,293 feet total vertical depth, underlying the N/2 N/2 of Sections 14, 15, and 16, Township 18 South, Range 31 East, NMPM, Eddy County, New Mexico, and (2) pooling all uncommitted interests in this acreage, and initially dedicate this spacing unit to the proposed **Slim Jim 14-15 Federal Com 141H** well, to be horizontally drilled

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico

Exhibit No. C

Submitted by: Permian Resources Operating, LLC

Hearing Date: November 18, 2025

Case No. 25716

from a surface location in the NE/4 NE/4 (Unit A) of Section 14, to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 16.

5. This proposed horizontal well spacing unit will overlap the following spacing unit in the Bone Spring formation:

- An existing 160-acre horizontal spacing unit in the Bone Spring formation underlying the N/2 N/2 of Section 15, T18S-R31E, currently dedicated to the Tamano 15 AD Federal Com 1H (API No. 30-015-40868), operated by Mewbourne Oil Company.

6. **Permian Exhibit C-1** is a diagram depicting the newly proposed spacing unit, in relation to Mewbourne Oil Company's existing spacing unit. Permian provided notice to Mewbourne Oil Company, operator of the Tamano 15 AD Federal 1H and the Bureau of Land Management ("BLM") since federal lands are involved. A sample copy of the notice, and mailing report, is included in Permian Exhibit E.

7. An ownership depth severance exists in the Bone Spring formation within the proposed horizontal well spacing unit. Accordingly, Permian seeks to pool only a portion of the Bone Spring formation, measured from the top of the Second Bone Spring, as seen at 7,955 feet total vertical depth, to approximately 9,293 feet total vertical depth beneath the surface, as shown in that certain Dual Lateralog, Micro Laterlog, Gamma Ray well log in the Tamano 15 Fed Com 2 (API No. 30-015-33398), located in Section 15, Township 18 South, Range 31 East, Eddy County, New Mexico. Permian has provided notice of this hearing to the vertical offset parties where the depths severances occur within the pool who are not subject to this pooling application. See Permian Exhibit E.

8. **Permian Exhibit C-2** contains a C-102 for the proposed well. This form demonstrates that the completed interval for the well will comply with statewide setbacks for oil wells. The well is dedicated to the Bone Spring formation Tamano; Bone Spring [58040].

9. **Permian Exhibit C-3** identifies the tracts of land comprising the proposed horizontal spacing units, the ownership interests in each tract, and a recapitulation of the ownership. The interest owners that Permian seeks to pool are highlighted in yellow. Permian Exhibit C-3 also includes the title records holder that Permian seeks to pool. The subject acreage that Permian seeks to pool is comprised of state and federal leases.

10. **Permian C-4** contains a sample of the well proposal letter and AFEs for the well that was sent to owners with a working interest. The costs reflected in the AFEs are consistent with what Permian and other operators have incurred for drilling similar horizontal wells in the area in this formation.

11. Permian requests that the overhead and administrative costs for drilling and producing the proposed well be set at \$10,000 per month while drilling and \$1,000 per month while producing. These costs are consistent with what other operators are charging in this area for similar wells.

12. **Permian Exhibit C-5** contains a general summary of the contacts with the uncommitted interest owners. As indicated in the exhibit, Permian has made a good faith effort to locate and has had communications with the majority of the parties that it seeks to pool in this case in an effort to reach voluntary joinder. In my opinion, Permian has undertaken good faith efforts to reach an agreement with the uncommitted interest owners.

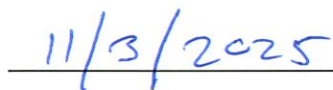
13. Permian has provided the law firm of Holland & Hart LLP with the names and addresses of the parties that Permian seeks to pool and instructed that they be notified of this hearing. Permian has conducted a diligent search of all public records in the county where the property is located, reviewed telephone directories, and conducted computer searches to locate contact information for each interest owner.

14. **Permian Exhibits C-1 through C-5** were either prepared by me or compiled under my direction and supervision.

15. I affirm under penalty of perjury under the laws of the State of New Mexico that the foregoing statements are true and correct. I understand that this self-affirmed statement will be used as written testimony in this case. This statement is made on the date next to my signature below.



Sean Johnson



Date

EXHIBIT C-1

Township 18 South, Range 31 East- N2N2 Sections 14,15,16 (480 acres) Top of
Second Bonespring to 9,293'- Slim Jim 14-15 Fed Com 141H

NNW		NEW		NNE		ENE		NNW		NEW		NNE		ENE	
SWW	SENW	SWNE	SENE	SWW	SENW	SWNE	SENE	SWW	SENW	SWNE	SENE	SWW	SENW	SWNE	SENE
NWSW	NESW	NWSE	NESE	NWSW	NESW	NWSE	NESE	NWSW	NESW	NWSE	NESE	NWSW	NESW	NWSE	NESE
SWSW	SESW	SWSE	SESE	SWSW	SESW	SWSE	SESE	SWSW	SESW	SWSE	SESE	SWSW	SESW	SWSE	SESE

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico

Exhibit No. C-1

Submitted by: Permian Resources Operating, LLC

Hearing Date: November 18, 2025

Case No. 25716

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

Revised Exhibit No. C-2 Revised July 9, 2024

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISIONSubmitted by: Permian Resources Operating, LLC
Hearing Date: November 18, 2025

Case No. 25716

Submittal
Type:☒ Initial Submittal☐ Amended Report☐ As Drilled

C-102

Submit Electronically
Via OCD Permitting

WELL LOCATION INFORMATION

API Number TBD	Pool Code 56405	Pool Name SHUGART, BONE SPRING; NORTH
Property Code TBD	Property Name SLIM JIM 14-15 FED COM	Well Number 141H
OGRID No. 372165	Operator Name PERMIAN RESOURCES OPERATING, LLC	Ground Level Elevation 3,740.82'
Surface Owner: ☐ State ☐ Fee ☐ Tribal ☒ Federal		Mineral Owner: ☒ State ☐ Fee ☐ Tribal ☒ Federal

Surface Location

UL M	Section 12	Township 18S	Range 31E	Lot	Ft. from N/S 39' FSL	Ft. from E/W 77' FWL	Latitude 32.754929°	Longitude -103.831347°	County EDDY
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Bottom Hole Location

UL D	Section 16	Township 18S	Range 31E	Lot	Ft. from N/S 990' FNL	Ft. from E/W 100' FWL	Latitude 32.752010°	Longitude -103.882794°	County EDDY
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Dedicated Acres 160	Infill or Defining Well Infill	Defining Well API TBD	Overlapping Spacing Unit (Y/N) N	Consolidation Code P
Order Numbers.			Well setbacks are under Common Ownership: ☐ Yes ☒ No	

Kick Off Point (KOP)

UL M	Section 12	Township 18S	Range 31E	Lot	Ft. from N/S 39' FSL	Ft. from E/W 77' FWL	Latitude 32.754929°	Longitude -103.831347°	County EDDY
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First Take Point (FTP)

UL A	Section 14	Township 18S	Range 31E	Lot	Ft. from N/S 989' FNL	Ft. from E/W 100' FEL	Latitude 32.752102°	Longitude -103.831918°	County EDDY
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Last Take Point (LTP)

UL D	Section 16	Township 18S	Range 31E	Lot	Ft. from N/S 990' FNL	Ft. from E/W 100' FWL	Latitude 32.752010°	Longitude -103.882794°	County EDDY
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Unitized Area or Area of Uniform Interest	Spacing Unit Type ☒ Horizontal ☐ Vertical	Ground Floor Elevation: TBD
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OPERATOR CERTIFICATIONS

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and, if the well is a vertical or directional well, that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

If this well is a horizontal well, I further certify that this organization has received the consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.

Stephanie Rabadue

10/10/2025

Signature

Date

Stephanie Rabadue

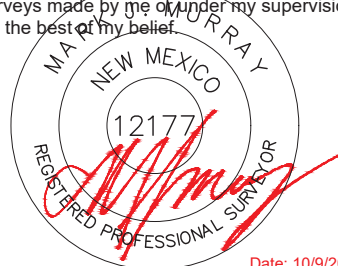
Printed Name

stephanie.rabadue@permianres.com

Email Address

SURVEYOR CERTIFICATIONS

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.



Date: 10/9/2025

Signature and Seal of Professional Surveyor

Certificate Number

12177

Date of Survey

10/9/2025

Revision Number

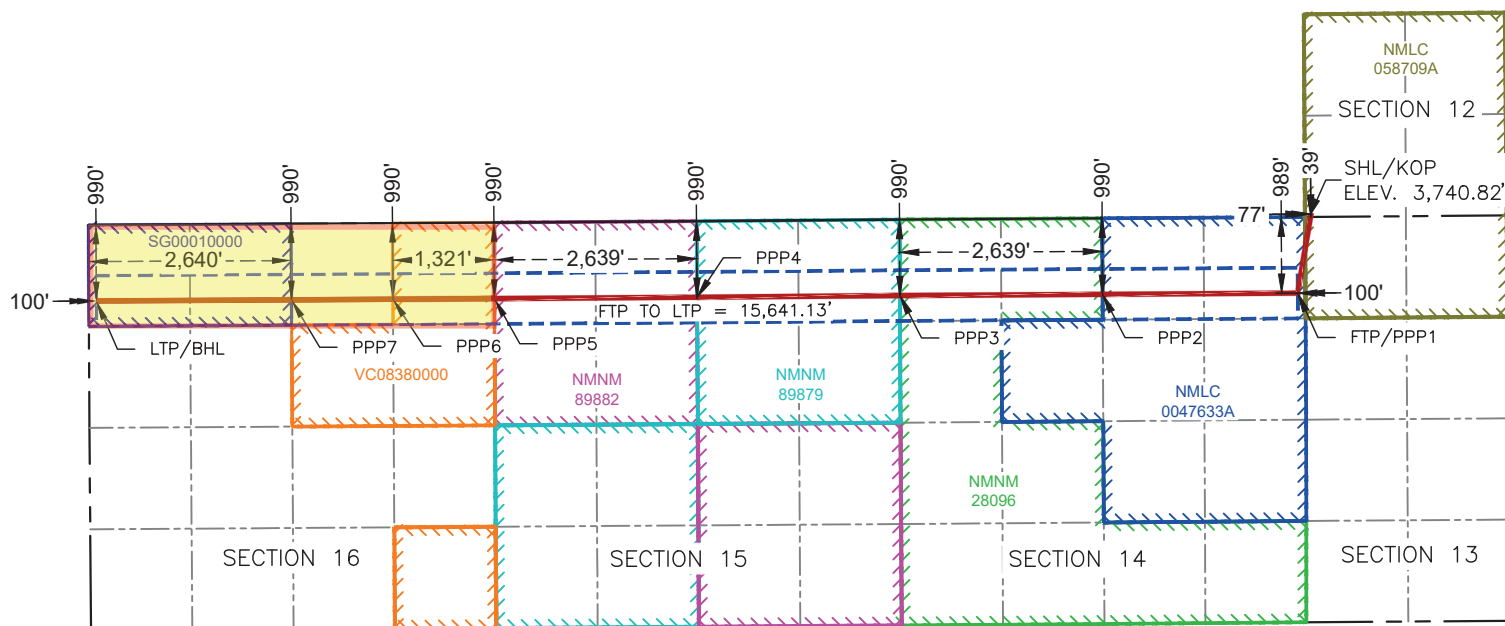
3

Note: No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

ACREAGE DEDICATION PLATS

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.

**SLIM JIM 14-15 FED COM 141H**
**SURFACE HOLE LOCATION
& KICK-OFF POINT
39' FSL & 77' FWL
ELEV. = 3,740.82'**

NAD 83 X = 695,659.74'
NAD 83 Y = 638,740.72'
NAD 83 LAT = 32.754929°
NAD 83 LONG = -103.831347°
NAD 27 X = 654,481.05'
NAD 27 Y = 638,677.11'
NAD 27 LAT = 32.754809°
NAD 27 LONG = -103.830842°

**FIRST TAKE POINT &
PENETRATION POINT 1
989' FNL & 100' FEL**

NAD 83 X = 695,488.83'
NAD 83 Y = 637,711.39'
NAD 83 LAT = 32.752102°
NAD 83 LONG = -103.831918°
NAD 27 X = 654,310.14'
NAD 27 Y = 637,647.80'
NAD 27 LAT = 32.751982°
NAD 27 LONG = -103.831413°

**PENETRATION POINT 2
990' FNL & 2,639' FWL**

NAD 83 X = 692,947.99'
NAD 83 Y = 637,695.18'
NAD 83 LAT = 32.752090°
NAD 83 LONG = -103.840183°
NAD 27 X = 651,769.28'
NAD 27 Y = 637,631.61'
NAD 27 LAT = 32.751971°
NAD 27 LONG = -103.839678°

**PENETRATION POINT 3
990' FNL & 0' FEL**

NAD 83 X = 690,309.48'
NAD 83 Y = 637,678.85'
NAD 83 LAT = 32.752079°
NAD 83 LONG = -103.848765°
NAD 27 X = 649,130.75'
NAD 27 Y = 637,615.31'
NAD 27 LAT = 32.751959°
NAD 27 LONG = -103.848260°

**PENETRATION POINT 4
990' FNL & 2,639' FWL**

NAD 83 X = 687,668.62'
NAD 83 Y = 637,657.26'
NAD 83 LAT = 32.752052°
NAD 83 LONG = -103.857356°
NAD 27 X = 646,489.87'
NAD 27 Y = 637,593.73'
NAD 27 LAT = 32.751933°
NAD 27 LONG = -103.856850°

**PENETRATION POINT 5
990' FNL & 0' FEL**

NAD 83 X = 685,029.46'
NAD 83 Y = 637,639.96'
NAD 83 LAT = 32.752037°
NAD 83 LONG = -103.865940°
NAD 27 X = 643,850.70'
NAD 27 Y = 637,576.46'
NAD 27 LAT = 32.751918°
NAD 27 LONG = -103.865435°

**PENETRATION POINT 6
990' FNL & 1,321' FEL**

NAD 83 X = 683,708.78'
NAD 83 Y = 637,631.78'
NAD 83 LAT = 32.752030°
NAD 83 LONG = -103.870236°
NAD 27 X = 642,530.01'
NAD 27 Y = 637,568.29'
NAD 27 LAT = 32.751911°
NAD 27 LONG = -103.869730°

**PENETRATION POINT 7
990' FNL & 2,640' FWL**

NAD 83 X = 682,388.09'
NAD 83 Y = 637,623.60'
NAD 83 LAT = 32.752024°
NAD 83 LONG = -103.874532°
NAD 27 X = 641,209.32'
NAD 27 Y = 637,560.12'
NAD 27 LAT = 32.751905°
NAD 27 LONG = -103.874026°

**LAST TAKE POINT &
BOTTOM HOLE LOCATION
990' FNL & 100' FWL**

NAD 83 X = 679,848.05'
NAD 83 Y = 637,607.84'
NAD 83 LAT = 32.752010°
NAD 83 LONG = -103.882794°
NAD 27 X = 638,669.26'
NAD 27 Y = 637,544.38'
NAD 27 LAT = 32.751892°
NAD 27 LONG = -103.882288°

C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION	Revised July 9, 2024	
		Submittal Type:	☒ Initial Submittal
			☐ Amended Report
			☐ As Drilled

WELL LOCATION INFORMATION

API Number TBD	Pool Code 58040	Pool Name TAMANO; BONE SPRING
Property Code TBD	Property Name SLIM JIM 14-15 FED COM	Well Number 141H
OGRID No. 372165	Operator Name PERMIAN RESOURCES OPERATING, LLC	Ground Level Elevation 3,740.82'
Surface Owner: ☐ State ☐ Fee ☐ Tribal ☒ Federal		Mineral Owner: ☒ State ☐ Fee ☐ Tribal ☒ Federal

Surface Location

UL M	Section 12	Township 18S	Range 31E	Lot	Ft. from N/S 39' FSL	Ft. from E/W 77' FWL	Latitude 32.754929°	Longitude -103.831347°	County EDDY
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Bottom Hole Location

UL D	Section 16	Township 18S	Range 31E	Lot	Ft. from N/S 990' FNL	Ft. from E/W 100' FWL	Latitude 32.752010°	Longitude -103.882794°	County EDDY
----------------	----------------------	------------------------	---------------------	-----	---------------------------------	---------------------------------	-------------------------------	----------------------------------	-----------------------

Dedicated Acres 320	Infill or Defining Well Infill	Defining Well API TBD	Overlapping Spacing Unit (Y/N) N	Consolidation Code P
Order Numbers.			Well setbacks are under Common Ownership: ☐ Yes ☒ No	

Kick Off Point (KOP)

UL M	Section 12	Township 18S	Range 31E	Lot	Ft. from N/S 39' FSL	Ft. from E/W 77' FWL	Latitude 32.754929°	Longitude -103.831347°	County EDDY
----------------	----------------------	------------------------	---------------------	-----	--------------------------------	--------------------------------	-------------------------------	----------------------------------	-----------------------

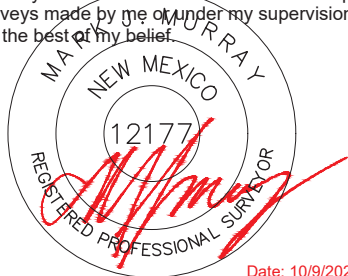
First Take Point (FTP)

UL A	Section 14	Township 18S	Range 31E	Lot	Ft. from N/S 989' FNL	Ft. from E/W 100' FEL	Latitude 32.752102°	Longitude -103.831918°	County EDDY
----------------	----------------------	------------------------	---------------------	-----	---------------------------------	---------------------------------	-------------------------------	----------------------------------	-----------------------

Last Take Point (LTP)

UL D	Section 16	Township 18S	Range 31E	Lot	Ft. from N/S 990' FNL	Ft. from E/W 100' FWL	Latitude 32.752010°	Longitude -103.882794°	County EDDY
----------------	----------------------	------------------------	---------------------	-----	---------------------------------	---------------------------------	-------------------------------	----------------------------------	-----------------------

Unitized Area or Area of Uniform Interest	Spacing Unit Type ☒ Horizontal ☐ Vertical	Ground Floor Elevation: TBD
---	--	--------------------------------

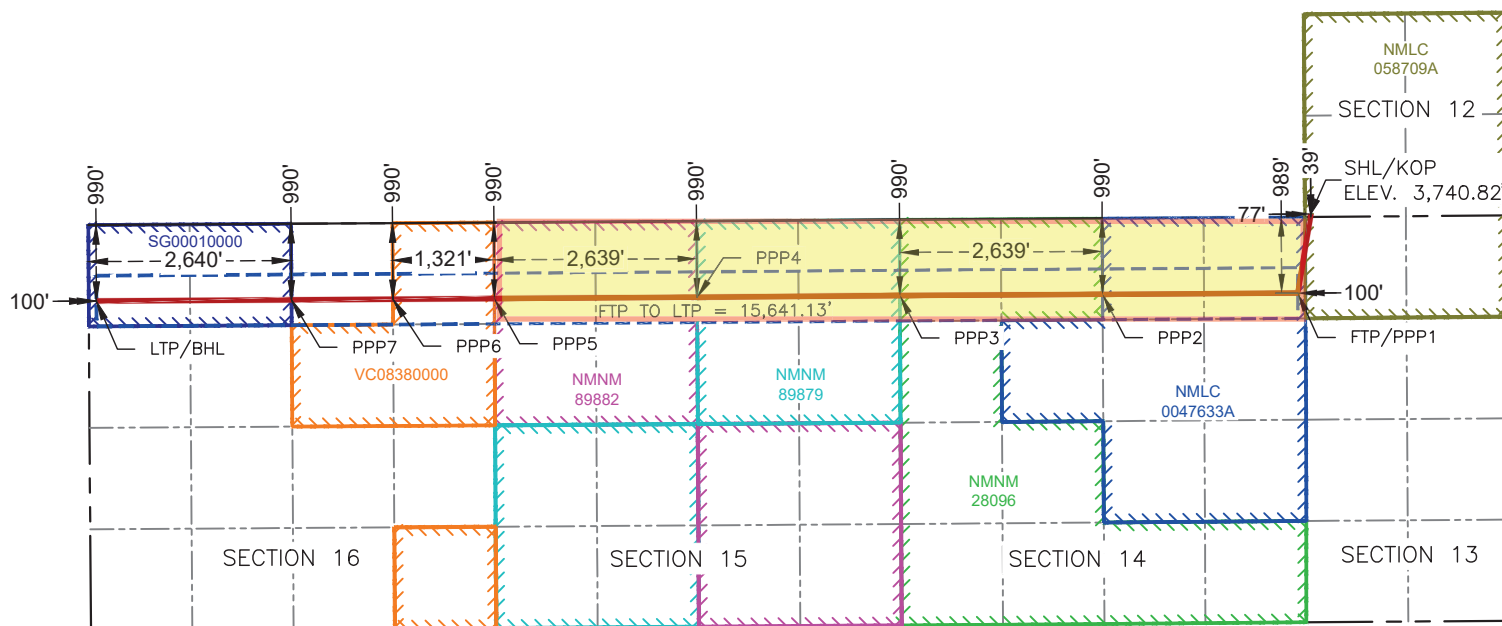
OPERATOR CERTIFICATIONS I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and, if the well is a vertical or directional well, that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. If this well is a horizontal well, I further certify that this organization has received the consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division. <i>Stephanie Rabadue</i> 10/10/2025 Signature Date		SURVEYOR CERTIFICATIONS I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.  Date: 10/9/2025 Signature and Seal of Professional Surveyor	
Printed Name stephanie.rabadue@permianres.com Email Address		Certificate Number 12177	Date of Survey 10/9/2025
		Revision Number 3	

Note: No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

ACREAGE DEDICATION PLATS

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.

**SLIM JIM 14-15 FED COM 141H**
**SURFACE HOLE LOCATION
& KICK-OFF POINT
39' FSL & 77' FWL
ELEV. = 3,740.82'**

NAD 83 X = 695,659.74'
NAD 83 Y = 638,740.72'
NAD 83 LAT = 32.754929°
NAD 83 LONG = -103.831347°
NAD 27 X = 654,481.05'
NAD 27 Y = 638,677.11'
NAD 27 LAT = 32.754809°
NAD 27 LONG = -103.830842°

**FIRST TAKE POINT &
PENETRATION POINT 1
989' FNL & 100' FEL**

NAD 83 X = 695,488.83'
NAD 83 Y = 637,711.39'
NAD 83 LAT = 32.752102°
NAD 83 LONG = -103.831918°
NAD 27 X = 654,310.14'
NAD 27 Y = 637,647.80'
NAD 27 LAT = 32.751982°
NAD 27 LONG = -103.831413°

**PENETRATION POINT 2
990' FNL & 2,639' FWL**

NAD 83 X = 692,947.99'
NAD 83 Y = 637,695.18'
NAD 83 LAT = 32.752090°
NAD 83 LONG = -103.840183°
NAD 27 X = 651,769.28'
NAD 27 Y = 637,631.61'
NAD 27 LAT = 32.751971°
NAD 27 LONG = -103.839678°

**PENETRATION POINT 3
990' FNL & 0' FEL**

NAD 83 X = 690,309.48'
NAD 83 Y = 637,678.85'
NAD 83 LAT = 32.752079°
NAD 83 LONG = -103.848765°
NAD 27 X = 649,130.75'
NAD 27 Y = 637,615.31'
NAD 27 LAT = 32.751959°
NAD 27 LONG = -103.848260°

**PENETRATION POINT 4
990' FNL & 2,639' FWL**

NAD 83 X = 687,668.62'
NAD 83 Y = 637,657.26'
NAD 83 LAT = 32.752052°
NAD 83 LONG = -103.857356°
NAD 27 X = 646,489.87'
NAD 27 Y = 637,593.73'
NAD 27 LAT = 32.751933°
NAD 27 LONG = -103.856850°

**PENETRATION POINT 5
990' FNL & 0' FEL**

NAD 83 X = 685,029.46'
NAD 83 Y = 637,639.96'
NAD 83 LAT = 32.752037°
NAD 83 LONG = -103.865940°
NAD 27 X = 643,850.70'
NAD 27 Y = 637,576.46'
NAD 27 LAT = 32.751918°
NAD 27 LONG = -103.865435°

**PENETRATION POINT 6
990' FNL & 1,321' FEL**

NAD 83 X = 683,708.78'
NAD 83 Y = 637,631.78'
NAD 83 LAT = 32.752030°
NAD 83 LONG = -103.870236°
NAD 27 X = 642,530.01'
NAD 27 Y = 637,568.29'
NAD 27 LAT = 32.751911°
NAD 27 LONG = -103.869730°

**PENETRATION POINT 7
990' FNL & 2,640' FWL**

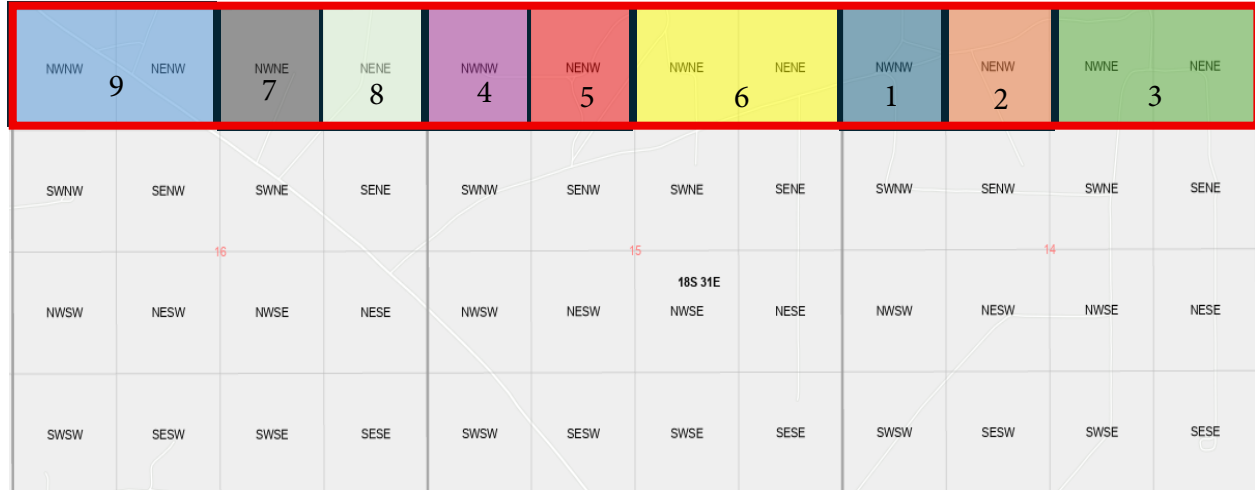
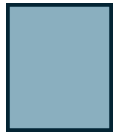
NAD 83 X = 682,388.09'
NAD 83 Y = 637,623.60'
NAD 83 LAT = 32.752024°
NAD 83 LONG = -103.874532°
NAD 27 X = 641,209.32'
NAD 27 Y = 637,560.12'
NAD 27 LAT = 32.751905°
NAD 27 LONG = -103.874026°

**LAST TAKE POINT &
BOTTOM HOLE LOCATION
990' FNL & 100' FWL**

NAD 83 X = 679,848.05'
NAD 83 Y = 637,607.84'
NAD 83 LAT = 32.752010°
NAD 83 LONG = -103.882794°
NAD 27 X = 638,669.26'
NAD 27 Y = 637,544.38'
NAD 27 LAT = 32.751892°
NAD 27 LONG = -103.882288°

EXHIBIT C-3

Township 18 South, Range 31 East- N2N2 Sections 14,15,16 (480 acres) Top of Second Bonespring to 9,293' - Slim Jim 14-15 Fed Com 141H

Tract Breakdown

Tract 1- NWNW Section 14

Read & Stevens, Inc. .5

Maverick Permian Agent Corp .5

Total: 1.0

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

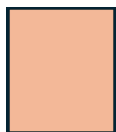
Exhibit No. C-3

Submitted by: Permian Resources Operating, LLC

Hearing Date: November 18, 2025

Case No. 25716

EXHIBIT C-3



Tract 2- NENW Section 14

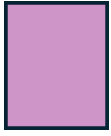
Read & Stevens, Inc.	.7825
Doralea S. Bean	.085
Effco Investments	.0085
Tierra Encantada, LLC	.006667
James B. Read	.006667
Carolyn Beall	.016667
Darin T. Boyd	.01275
Karen Outland	.0085
Rottman Group Six	.02125
Rottman 1984 Family Trust	.02125
New Mexico Salt Water Disposal Company, Inc.	.02
<u>James G Smith</u>	<u>.0085</u>
Total:	1.0



Tract 3- N2NE Section 14

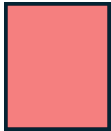
Permian Resources Operating, LLC	.5
<u>Read & Stevens, Inc.</u>	<u>.5</u>
Total:	1.0

EXHIBIT C-3



Tract 4- NWNW Section 15

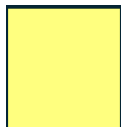
Javelina Partners	.037188
Zorro Partners, Ltd.	.018594
REG XI Assets, L.L.C.	.037188
Permian Resources Operating, LLC	.888439125
The Delmar Hudson Lewis Living Trust, Bank of America, N.A., Trustee	.018594
Total:	1.0



Tract 5- NENW Section 15

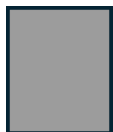
Javelina Partners	.037188
Zorro Partners, Ltd.	.018594
REG XI Assets, L.L.C.	.037188
Permian Resources Operating, LLC	.888439125
The Delmar Hudson Lewis Living Trust, Bank of America, N.A., Trustee	.018594
Total:	1.0

EXHIBIT C-3



Tract 6- N2NE Section 15

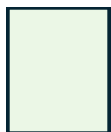
The Delmar Hudson Lewis Living Trust	.026563
Permian Resources Operating, LLC	.765625
Zorro Partners, Ltd.	.026563
Moore & Shelton Co., Ltd.	.075
REG XI Assets, L.L.C.	.053125
<u>Javelina Partners</u>	<u>.053125</u>
Total:	1.0



Tract 7- NWNE Section 16

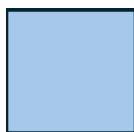
Occidental Permian Limited Partnership	.5
<u>Devon Energy Production Company, LP</u>	<u>.5</u>
Total:	1.0

EXHIBIT C-3



Tract 8- NENE Section 16

Permian Resources Operating, LLC	1.0
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Tract 9- N2NW Section 16

Paloma Permian Assetco, LLC	1.0
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EXHIBIT C-3

UNIT RECAPITULATION

Permian Resources Operating, LLC	0.442344000
Read & Stevens, Inc.	0.190354167
Maverick Permian Agent Corp	0.041666667
Doralea S. Bean	0.007083333
Effco Investments	0.000708333
Tierra Encantada, LLC	0.000555556
James B. Read	0.000555556
Carolyn Beall	0.001388889
Darin T. Boyd	0.0010625
Karen Outland	0.000708333
Rottman Group Six	0.001770833
Rottman 1984 Family Trust	0.001770833
New Mexico Salt Water Disposal Company, Inc.	0.001666667
James G Smith	0.000708333
Javelina Partners	0.015052083
Zorro Partners, Ltd.	0.007526042
REG XI Assets, L.L.C.	0.015052083
The Delmar Hudson Lewis Living Trust, Bank of America, N.A., Trustee	0.007526042
Moore & Shelton Co., Ltd.	0.0125
Occidental Permian Limited Partnership	0.041666667
Paloma Permian Assetco, LLC	0.166666667
Devon Energy Production Company, LP	0.041666667
Total:	1.0

Record Title

Delmar Hudson Lewis Living Trust
Javelina Partners
Zorro Partners LTD



300 N. MARIENFELD STREET, SUITE 1000
MIDLAND, TX 79701

OFFICE 432.695.4222
FAX 432.695.4063

Ocother 1, 2025

Via USPS Certified Mail

Carolyn Beall
PO Box 3098
Midland, TX 79702-3098

Re: **Proposal to Drill**
Slim Jim 14-15 Fed Com 141H
Sections 14, 15 & 16, Township 18 South, Range 31 East
Eddy County, New Mexico

Dear Owner:

Permian Resources Operating, LLC, as operator ("Permian") hereby proposes the drilling and completion of the below Slim Jim 14-15 Fed Com wells at an approximate location within Sections 14, 15 & 16, Township 18 South, Range 31 East, Lea County, New Mexico.

Proration Unit Wells: (SHL – At a Legal Location in Section 14 / BHL – Section 16)				
Well Name	FTP	BHL / LTP	TVD/TMD	Target Interval
Slim Jim 14-15 Fed Com 141H	100' FEL & 990' FNL Section 14	100' FWL & 990' FNL Section 16	8390'/23675'	2 nd BSPG Up

The locations, TVDs, and targets are approximate and subject to change dependent on surface or subsurface issues encountered. Permian is proposing to drill these wells under the modified terms of the 1989 AAPL Operating Agreement available upon request. The Operating Agreement has the following general provisions:

- 100%/300%/300% non-consent provisions
- \$10,000/\$1,000 drilling and producing rates
- Permian Resources Operating, LLC named as Operator

Please indicate your election to participate in the drilling and completion of the proposed wells in the space provided below. Please sign and return one copy of this letter, a signed copy of the proposed AFE, and your geologic well requirements.

In the interest of time, should we not reach an agreement within thirty (30) days of the date of your receipt of this letter, Permian will apply to the New Mexico Oil Conservation Division for compulsory pooling of your interest into a spacing unit for the proposed well. If you do not wish to participate, Permian would be interested in acquiring your interest in the subject lands which is subject to further mutually agreeable negotiation.

Please sign and return one copy of this letter, a signed copy of the AFEs, and your geologic well requirements to the above address or by email Kimberly.smith@permianres.com.

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico

Exhibit No. C-4

Submitted by: Permian Resources Operating, LLC

Hearing Date: November 18, 2025

Case No. 25716

If you have any questions or concerns regarding this proposal, please contact Logan Cooksey at logan.cooksey@permianres.com or Sean Johnson at Sean.Johnson@permianres.com.

Sincerely,

PERMIAN RESOURCES OPERATING, LLC

Non-Operator hereby elects to:

<u>Well Name</u>	<u>PARTICIPATE in the Drilling and Completion:</u>	<u>NON-CONSENT to the Drilling and Completion:</u>
Slim Jim 14-15 Fed Com 141H		

Agreed this _____ day of _____, 2025 by:

Carolyn Beall

By: _____

Printed Name: _____

Title: _____

Participate / Rejection Declaration

Please return this page to Permian Resources by the date specified in the letter, signed indicating your election to either participate in or reject this insurance program. If you reject the insurance coverage arranged by Permian Resources, then, to the extent that Permian Resources has an obligation to secure any such insurance on your behalf under any applicable agreements or otherwise, Permian Resources will be relieved of such obligation, and Permian Resources will assume that you maintain appropriate levels of insurance and will provide a current Certificate of Insurance upon request. If you fail to make an election within 30 days from receipt of this notice, you will be deemed a participant in the program as detailed on the attached and billed for your percentage participation as such.

- ☐ I hereby elect to participate in the insurance coverage arranged by Permian Resources Operating, LLC, and understand that I will be charged for such participation.
- ☐ I hereby elect to reject the insurance coverage arranged by Permian Resources Operating, LLC.

Agreed this _____ day of _____, 2025 by:

Carolyn Beall

By: _____

Printed Name: _____

Title: _____



Cost Estimate

Printed Date: Oct 1, 2025

AFE Number:	506293	Description:	SLIM JIM 14-15 FED COM 141H
AFE Name:	SLIM JIM 14-15 FED COM 141H	AFE TYPE:	Drill and Complete - 2nd BSPG Up
Well Operator:	PERMIAN RESOURCES		
Operator AFE #:			

<u>Account</u>	<u>Description</u>	<u>Gross Est. (\$)</u>
Drilling Intangible		
8015.4200	IDC - MANCAMP	\$28,800.00
8015.1900	IDC - DIRECTNL DRILL & SURVEY	\$249,773.00
8015.2300	IDC - FUEL / POWER	\$91,163.00
8015.5000	IDC - WELL CONTROL INSURANCE	\$6,600.00
8015.5200	IDC - CONTINGENCY	\$99,396.00
8015.3000	IDC - CEMENT SERV/FLOAT EQUIP	\$157,034.00
8015.3200	IDC - CONTRACT LABOR/ROUSTABOUT	\$27,000.00
8015.1500	IDC - RIG MOB / TRUCKING	\$99,397.00
8015.3700	IDC - DISPOSAL	\$100,298.00
8015.2150	IDC - DRILL BIT	\$113,000.00
8015.3400	IDC - MATERIALS & SUPPLIES	\$5,000.00
8015.3100	IDC - CASING CREW & TOOLS	\$50,006.00
8015.3800	IDC - WELLHEAD PREPARE/REPAIR	\$12,500.00
8015.4600	IDC - SAFETY / ENVIRONMENTAL	\$13,200.00
8015.1300	IDC - SURFACE DAMAGE / ROW	\$35,000.00
8015.2700	IDC - INSPECTION, TESTING & REPAIR	\$37,000.00
8015.1000	IDC - PERMITS,LICENSES,ETC	\$15,000.00
8015.4100	IDC - RENTAL EQUIPMENT	\$60,000.00
8015.1310	IDC - PERMANENT EASEMENT	\$12,000.00
8015.3600	IDC - SOLIDS CONTROL/ CLOSED LOOP SYSTEM	\$47,175.00
8015.2000	IDC - CONDUCTOR HOLE & SERVICE	\$42,500.00
8015.4300	IDC - WELLSITE SUPERVISION	\$69,600.00
8015.1600	IDC - RIG MOB / STANDBY RATE	\$36,800.00
8015.2200	IDC - BITS, TOOLS, STABILIZERS	\$51,000.00
8015.3500	IDC - TRUCKING/VACUUM/ TRANSP	\$16,800.00
8015.2500	IDC - MUD/CHEMICALS/ACIDIZING	\$155,219.00
8015.1700	IDC - DAYWORK CONTRACT	\$469,200.00
8015.1200	IDC - LEGAL, TITLE SERVICES	\$13,000.00
8015.2350	IDC - FUEL/MUD	\$69,103.00
8015.2400	IDC - RIG WATER	\$15,000.00
8015.1100	IDC - STAKING & SURVEYING	\$15,000.00
8015.1400	IDC - ROAD, LOCATIONS, PITS	\$95,625.00
	Sub-total	\$2,308,189.00
Facilities		
8035.2400	FAC - SUPERVISION	\$10,000.00
8035.3100	FAC - VRU RENTAL	\$2,143.00
8035.1600	FAC - TRANSPORTATION TRUCKING	\$1,714.00
8035.2100	FAC - INSPECTION & TESTING	\$714.00
8035.4000	FAC - SAFETY / ENVIRONMENTAL	\$571.00
8035.3400	FAC - METERS	\$34,143.00

300 N Marienfeld Street, Suite 1000, Midland, TX 79701
TEL (432) 695-4222 www.permianres.com



Cost Estimate

Printed Date: Oct 1, 2025

<u>Account</u>	<u>Description</u>	<u>Gross Est. (\$)</u>
8035.3800	FAC - FLARE/COMBUSTER	\$15,714.00
8035.2500	FAC - CONSULTING SERVICES	\$714.00
8035.4400	FAC - COMPANY LABOR	\$714.00
8035.3600	FAC - ELECTRICAL	\$35,714.00
8035.2200	FAC - CONTRACT LABOR / ROUSTAB	\$35,714.00
8035.2900	FAC - TANK BATTERY	\$57,429.00
8035.4500	FAC - CONTINGENCY	\$12,857.00
8035.3000	FAC - HEATER TREATER/SEPARATOR	\$101,429.00
8035.3500	FAC - COMPRESSOR	\$5,000.00
8035.1500	FAC - MATERIALS & SUPPLIES	\$3,571.00
8035.3700	FAC - AUTOMATION MATERIAL	\$28,571.00
8035.1400	FAC - ROAD LOCATIONS PITS	\$57,143.00
8035.1700	FAC - RENTAL EQUIPMENT	\$10,000.00
8035.1300	FAC - SURFACE DAMAGE	\$429.00
8035.3200	FAC - VALVES FITTINGS & PIPE	\$85,714.00
8035.3300	FAC - CIRCULATING TRNSFER PUMP	\$16,929.00
	Sub-total	\$516,927.00
Pipeline		
8036.2800	PLN - FLOWLINE MATERIAL	\$35,000.00
8036.2100	PLN - INSPECTION & TESTING	\$2,857.00
8036.2200	PLN - CONTRACT LABOR	\$60,000.00
8036.1700	PLN - RENTAL EQUIPMENT	\$5,714.00
8036.3200	PLN - VALVES FITTINGS & PIPE	\$6,429.00
8036.2400	PLN - SUPERVISION	\$1,429.00
8036.1310	PLN - PEMANENT EASEMENT	\$3,636.00
	Sub-total	\$115,065.00
Flowback Intangible		
8040.3420	IFC - TANK RENTALS	\$8,000.00
8040.3500	IFC - WELLSITE SUPERVISION	\$5,000.00
8040.1100	IFC - ROADS LOCATIONS / PITS	\$2,000.00
8040.2900	IFC - WELL TESTING / FLOWBACK	\$85,000.00
8040.3400	IFC - RENTAL EQUIPMENT	\$10,000.00
8040.4000	IFC - CHEMICALS	\$14,000.00
8040.1899	IFC - FRAC WATER RECOVERY	\$225,334.50
8040.2000	IFC - TRUCKING/VACUUM/TRANSP	\$8,000.00
8040.3430	IFC - SURFACE PUMP RENTAL	\$8,000.00
	Sub-total	\$365,334.50
Completion Intangible		
8025.3000	ICC - WATER HANDLING	\$375,150.00
8025.1600	ICC - COILED TUBING	\$525,000.00
8025.2600	ICC - CONTRACT LABOR/ROUSTABOUT	\$15,000.00
8025.1500	ICC - FUEL / POWER	\$551,210.00
8025.2200	ICC - ELECTRIC LOGGING / PERFORATING	\$442,680.00
8025.2000	ICC - TRUCKING	\$14,375.00
8025.3800	ICC - OVERHEAD	\$10,000.00
8025.1400	ICC - WIRELINE OPEN/CASED HOLE	\$40,000.00



Cost Estimate

Printed Date: Oct 1, 2025

<u>Account</u>	<u>Description</u>	<u>Gross Est. (\$)</u>
8025.2300	ICC - COMPLETION FLUIDS	\$10,000.00
8025.3400	ICC - RENTAL EQUIPMENT	\$223,200.00
8025.1800	ICC - WATER DISPOSAL/VACUUM TRUCK	\$21,525.00
8025.3700	ICC - SAFETY / ENVIRONMENTAL	\$15,000.00
8025.1100	ICC - ROAD, LOCATIONS, PITS	\$10,500.00
8025.3100	ICC - WELLHEAD/FRACTURE REPAIR	\$40,000.00
8025.3500	ICC - WELLSITE SUPERVISION	\$70,200.00
8025.3600	ICC - SUPERVISION/ENGINEERING	\$5,000.00
8025.3050	ICC - SOURCE WATER	\$581,483.00
8025.2500	ICC - WELL STIMULATION/FRACTUR	\$2,290,897.00
	Sub-total	\$5,241,220.00
Completion Tangible		
8030.2000	TCC - WELLHEAD EQUIPMENT	\$47,250.00
	Sub-total	\$47,250.00
Drilling Tangible		
8020.1100	TDC - CASING - SURFACE	\$19,359.00
8020.1200	TDC - CASING - INTERMEDIATE - 1	\$89,726.00
8020.1400	TDC - CASING - PRODUCTION	\$573,379.00
8020.1500	TDC - WELLHEAD EQUIPMENT	\$53,125.00
	Sub-total	\$735,589.00
Artificial Lift Tangible		
8065.2000	TAL - WELLHEAD EQUIPMENT	\$50,000.00
8065.2100	TAL - WELL SITE POWER EQUIPMENT/INSTALL	\$75,000.00
8065.2200	TAL - OHP INFRASTRUCTURE EQUIPMENT/INSTALL	\$20,000.00
8065.2500	TAL - VALVES/CONNECTIONS/FTGS	\$15,000.00
8065.3200	TAL - COMM, TELEMETRY & AUTOMA	\$5,000.00
8065.1100	TAL - TUBING	\$55,000.00
8065.1300	TAL - DOWNHOLE ARTIFICIAL LIFT EQPT	\$15,000.00
8065.3100	TAL - MEASUREMENT EQUIPMENT	\$5,000.00
8065.1310	TAL - ESP EQUIPMENT/INSTALL	\$120,000.00
	Sub-total	\$360,000.00
Artificial Lift Intangible		
8060.3500	IAL - WELLSITE SUPERVISION	\$10,000.00
8060.2300	IAL - COMPLETION FLUIDS	\$5,000.00
8060.1200	IAL - WORKOVER RIG	\$20,000.00
8060.2010	IAL - KILL TRUCK	\$5,000.00
8060.1100	IAL - ROAD, LOCATIONS, PITS	\$2,000.00
8060.3420	IAL - REVERSE UNIT RENTAL	\$5,000.00
8060.3410	IAL - LAYDOWN MACHINE	\$5,000.00
8060.3400	IAL - RENTAL EQUIPMENT	\$15,000.00
8060.2600	IAL - CONTRACT LABOR/ROUSTABOUT	\$15,000.00
8060.2000	IAL - TRUCKING/VACUUM/TRANSP	\$5,000.00
8060.1210	IAL - SPOOLING SERVICES	\$10,000.00
8060.1900	IAL - INSPECTION & TESTING	\$3,000.00
	Sub-total	\$100,000.00
	Grand Total	\$9,789,574.50



Cost Estimate

Printed Date: Oct 1, 2025

<u>Account</u>	<u>Description</u>	Slim Jim 14-15 Fed Com #141H	<u>Gross Est. (\$)</u>
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Accepted and Approved By:
Company Name (If Applicable): _____

By: _____

Printed Name: _____

Title: _____

Date: _____

Communication Log- Slim Jim Fed Com Wells

Carolyn Beall*	discussed with husband plans of development- will sogn JOA
Darin T. Boyd	AFE/Proposal delivered via USPS Tracking on 9/11/25
Doralea S. Bean	AFE/Proposal sent 8/20/25 & returned undeliverable. Established contact with interest representative.
Effco Investments*	Multiple phone calls and emails discussing participating and potential voluntary deal-should decide to particpate soon
James B. Read*	signed AFEs, just needing JOA executed-should have signed JOA shortly
James G Smith*	discussed plans of development and options to participate and voluntary agreement- discussing potential purchase- plan on receiving signed JOA shortly
Karen Outland	AFE/Proposal delivered via USPS Tracking on 8/29/25
Lindy's Living Trust UTA dated July 8, 1994*	Term assigning to Permian-voluntary comitted

Communication Log- Slim Jim Fed Com Wells

New Mexico Salt Water Disposal Company, Inc.	AFE/Proposal sent 8/20/25 & returned undeliverable. Working to establish reliable contact.
Rottman 1984 Family Trust	AFE/Proposal delivered via USPS Tracking on 8/27/25
Rottman Group Six	AFE/Proposal delivered via USPS Tracking on 8/27/25
SBI West Texas I, LLC*	Currently working through JOA, multiple emails discussing recognition of AFEs. Waiting on JOA, should have signed JOA shortly
Tierra Encantada, LLC*	AFE/Proposal delivered via USPS Tracking on 8/26/25. Received signed AFEs, working through JOA.
Devon Energy Production Company, LP*	Calls and emails around AFE and JOA with multiple landman, awaiting decision-should have signed JOA shortly
Javelina Partners*	appears working deal with 3rd party-interest to be voluntary comitted

Communication Log- Slim Jim Fed Com Wells

Maverick Permian Agent Corp*	multiple phone calls and email with representative, JOA provided and will get back to PR- should have signed JOA soon
Moore & Shelton Co., Ltd.*	communicated AFEs received, provided interest and followed up on direction of what they want to do-will continue to follow up-indicated will participate, should have signed JOA soon
Occidental Permian Limited Partnership*	multiple emails around development plans and JOA provided-stated will sign JOA
Paloma Permian Assetco, LLC*	in trade discussions and JOA provided for review-PR to acquire
Zorro Partners, Ltd.*	appears working deal with 3rd party-should voluntary comit interest
V-F Petroleum Inc.*	deal reached between VF and PR- will not pool
The Delmar Hudson Lewis Living Trust, Bank of America, N.A., Trustee	in current discussions of aquiring interest
REG XI Assets, L.L.C.	multiple attempts to contact-no returned calls

Communication Log- Slim Jim Fed Com Wells

XTO Holdings, LLC*	Multiple emails and discussions with land representative. JOA provided, and currently in trade talks-should have JOA soon
Josephine T. Hudson Testamentary Trust FBO J. Terrel Ard	appears working deal with 3rd party
Marathon Oil Permian, LLC*	Multiple emails with land representative, JOA provided and awaiting decision- JOA negotiated, waiting on signature
Abby Corp	AFE/Proposal delivered via USPS Tracking on 8/25/25
Alfred J. Rodriguez	waiting on AFE delivery-appears received, but owner hasn't not picked up from post office. Searching for additional contact information.
B & N Energy LLC Attn: John Strange - Strange & Coats PC	AFE/Proposal delivered via USPS Tracking on 8/22/25
Buchholz Oil and Gas Co.	AFE/Proposal delivered via USPS Tracking on 8/25/25
Christie Rene Townsend Baker*	signed AFEs, just needing JOA executed
DHB Partnership*	signed AFEs, just needing JOA executed
Glenda Farris Richter, as Trustee of the Donald Edward Richter Estate Trust	Non-Consents

Communication Log- Slim Jim Fed Com Wells

Jack C. Holland*	sold to cresent and Broad Creek- signed AFEs, working on JOA
Josephine T. Hudson Testamentary Trust FBO J. Terrel Ard	appears working deal with 3rd party
Joshua Brice Townsend*	signed AFEs, just needing JOA executed
Marjorie C Echols	waiting on AFE delivery
New Mexico Western Minerals, Inc*	signed AFEs, just needing JOA executed
Pat Cox Dowell	AFE/Proposal sent 8/20/25 & returned undeliverable. Trying to establish reliable contact.
To the Estate of Ralph E Peacock	AFE/Proposal sent 8/20/25 & returned undeliverable. Searching for reliable heirs/contacts.
Rottman Oil Partners	AFE/Proposal delivered via USPS Tracking on 8/25/25
S.N.S. Oil & Gas Properties, Inc.	emails around development plans and transfers of interest, still waitning on decision
Sharron Stone Trollinger Trust, Sharron S. Trollinger (presumed) Trustee	AFE/Proposal sent 8/20/25 & returned undeliverable- searching for realible contact.
Tanner Joseph Townsend.	AFE/Proposal delivered via USPS Tracking on 8/22/25

Communication Log- Slim Jim Fed Com Wells

The Delmar Hudson Lewis Living Trust, Bank of America, N.A., Trustee	AFE/Proposal delivered via USPS Tracking on 8/22/25
Theresa Carol Townsend Cox*	signed AFEs, just needing JOA executed
Turner Royalties, LLC	AFE/Proposal delivered via USPS Tracking on 8/22/25
Bruce Alan MacNaughton Trust Bank of America N.A. and Bruce Alan MacNaughton, Co-Trustees	assigned to Reserve MGMT, Inc. - No ABOS provided yet
Estate of Mamie L. Anderson	AFE/Proposal sent 8/20/25 & returned undeliverable- attempting to establish realible contact for estate
Estate of Marjorie C. Echols	AFE/Proposal sent 8/20/25 & returned undeliverable- attempting to establish realible contact for estate
S. Neil Sisson	emails around development plans and transfers of interest, still waitning on decision
Union Hill Oil & Gas LLC c/o Robert A Buchholz	AFE/Proposal delivered via USPS Tracking on 8/25/25

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

**APPLICATION OF READ & STEVENS, INC.
FOR APPROVAL OF AN OVERLAPPING
HORIZONTAL WELL SPACING UNIT
AND COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.**

CASE NO. 25716

SELF-AFFIRMED STATEMENT OF CHRIS CANTIN

1. My name is Chris Cantin. I work for Permian Resources Operating, LLC (“Permian”) as a Geologist.

2. I have previously testified before the New Mexico Oil Conservation Division (“Division”) as an expert witness in petroleum geology matters. My credentials as a petroleum geologist have been accepted by the Division and made a matter of record.

3. I am familiar with the application filed by Read & Stevens, Inc. and Permian Resources Operating, LLC (collectively “Permian” or “Applicant”) in this case, and I have conducted a geologic study of the lands in the subject area.

4. Permian has targeted a portion of the Bone Spring formation, from the top of the Second Bone Spring to approximately 9,293 feet total vertical depth, in this case.

5. **Permian Exhibit D-1** is a regional locator map that identifies the Slim Jim project area, in proximity to the Capitan Reef within the Delaware Basin, for the Bone Spring horizontal spacing unit that is the subject of this application.

6. **Permian Exhibit D-2** is a cross-section location map for the proposed horizontal spacing unit within the Bone Spring formation. The approximate location of the proposed unit is outlined in blue. Existing producing wells in the targeted interval are represented by solid lines.

**BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. D**

**Submitted by: Permian Resources Operating, LLC
Hearing Date: November 18, 2025
Case No. 25716**

This map identifies the cross-section running from A-A' with the cross-section well names and a black line in proximity to the proposed well. This map also identifies the Tamano 15 Fed Com 2 (API No. 30-015-33398).

7. **Permian Exhibit D-3** is a subsea structure map that I prepared for the interval within the Bone Spring formation, with a contour interval of 50 feet. The structure map shows the Bone Spring gently dipping to the southeast. The Bone Spring structure appears consistent across the wellbore path. I do not observe any faulting, pinchouts, or other geologic impediments in the spacing unit. This map also shows the relative location of the proposed well as a dashed brown line, as well as the offset producers as solid lines.

8. **Permian Exhibit D-4** is a stratigraphic cross-section that I prepared displaying open-hole logs run over the Bone Spring from the representative wells denoted from A to A'. For each well in the cross-section, the exhibit shows the following logs: gamma ray, resistivity, and porosity. The interval is labeled and marked. The logs in the cross-section demonstrate that the interval is continuous across the entire spacing unit.

9. **Permian Exhibit D-5** is a type log for the Tamano 15 Fed Com 2 (API No. 30-015-33398), which also identifies the depth severance in relation to the portion of the Bone Spring that Permian seeks to pool in this case.

10. **Permian Exhibit D-6** is a depth severance diagram for this application, showing the depth severance in the NE/4 NW/4 of Section 14.

11. In my opinion, laydown orientation of the proposed well is the appropriate orientation for horizontal well development in this area because it is near perpendicular to the maximum horizontal stress of the area.

12. Based on my geologic study, the Bone Spring formation underlying the subject area is suitable for development by horizontal wells and the acreage comprising the proposed spacing unit will contribute more-or-less equally to the production from the wellbores. I have not identified any geologic impediments to drilling horizontal wells in the area of the spacing unit proposed.

13. In my opinion, horizontal drilling will be the most efficient method to develop this acreage, to prevent the drilling of unnecessary wells, and to result in the greatest ultimate recovery, and that approving Read & Stevens's application will be in the best interest of conservation, the prevention of waste, and protection of correlative rights.

14. **Permian Exhibits D-1 through D-6** were either prepared by me or compiled under my direction and supervision.

15. I affirm under penalty of perjury under the laws of the State of New Mexico that the foregoing statements are true and correct. I understand that this self-affirmed statement will be used as written testimony in this case. This statement is made on the date next to my signature below.

Chris Cantin

Chris Cantin

11/05/2025

Date



Compulsory Pooling Hearing – Case Nos. 25716

Geology Exhibits



Permian Resources is a result of the merger of Centennial Resource Development and Colgate Energy effective September 1, 2022.

Santa Fe, New Mexico

Exhibit No. D-1

Submitted by: Permian Resources Operating, LLC

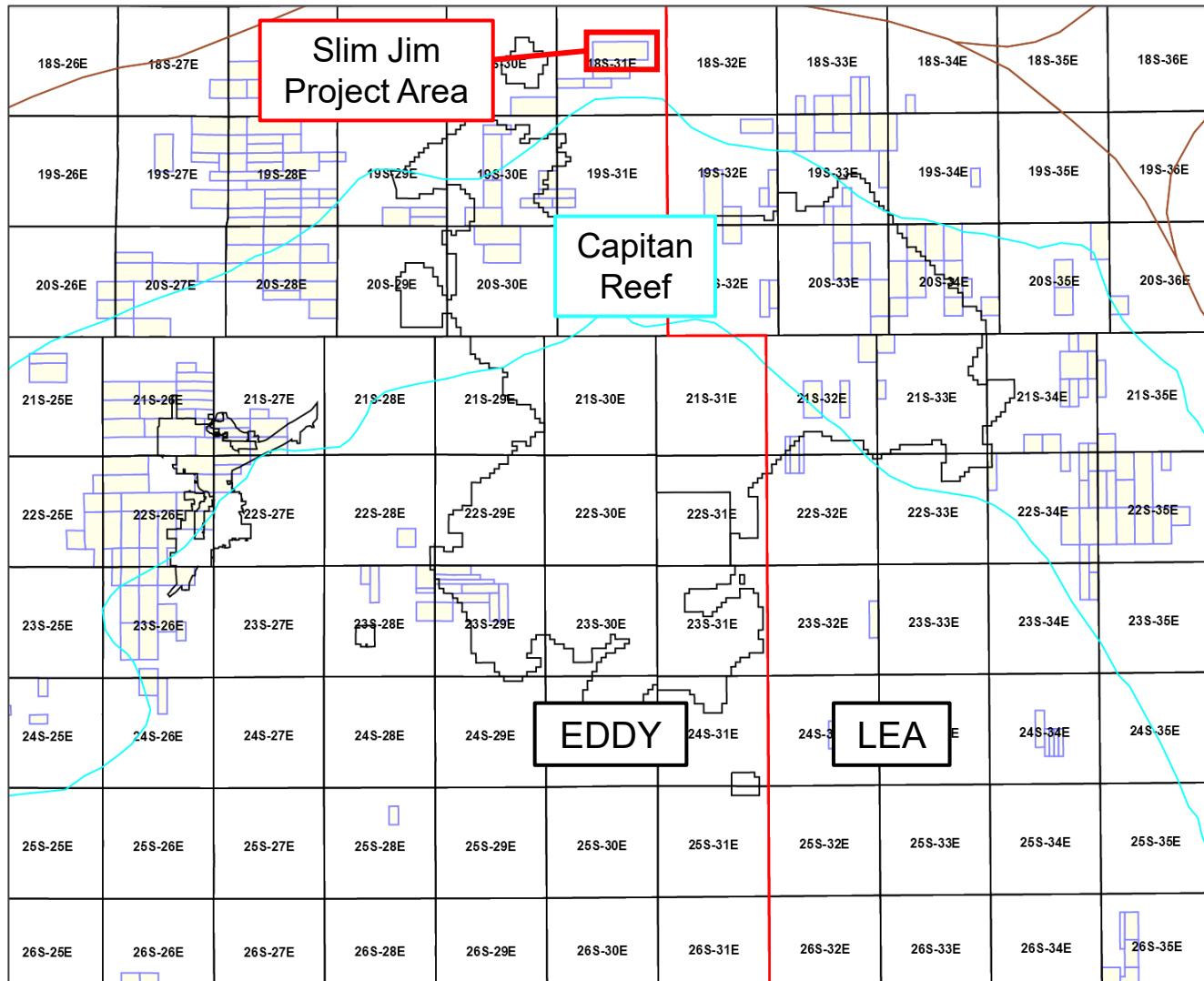
Hearing Date: November 18, 2025

Case No. 25716

**Exhibit 1**

Regional Locator Map

Slim Jim 14-15 Fed Com



Permian
Resources

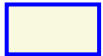




Exhibit 2

Cross-Section Locator Map

Slim Jim 14-15 Fed Com Fed Com Bone Spring

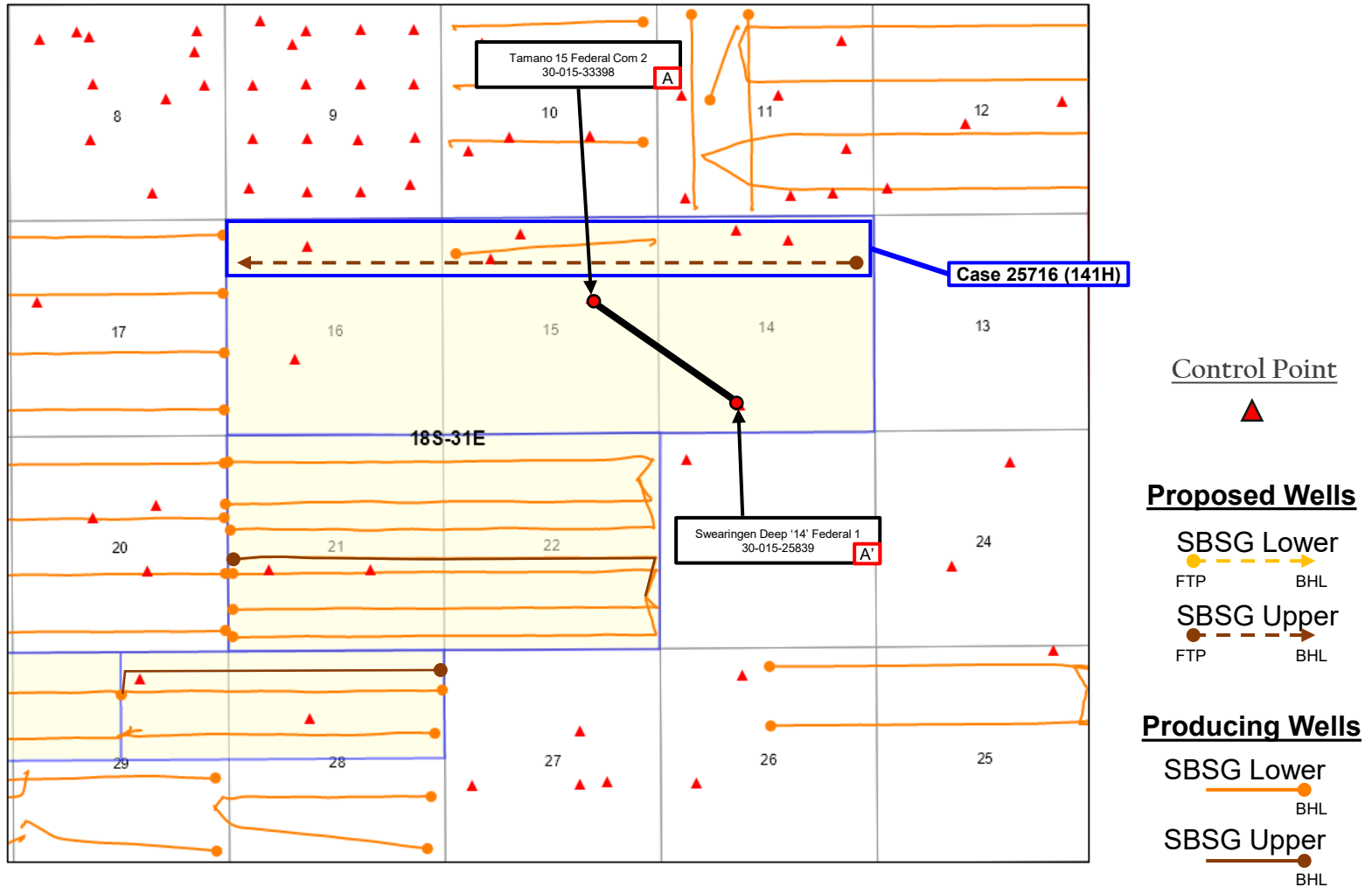
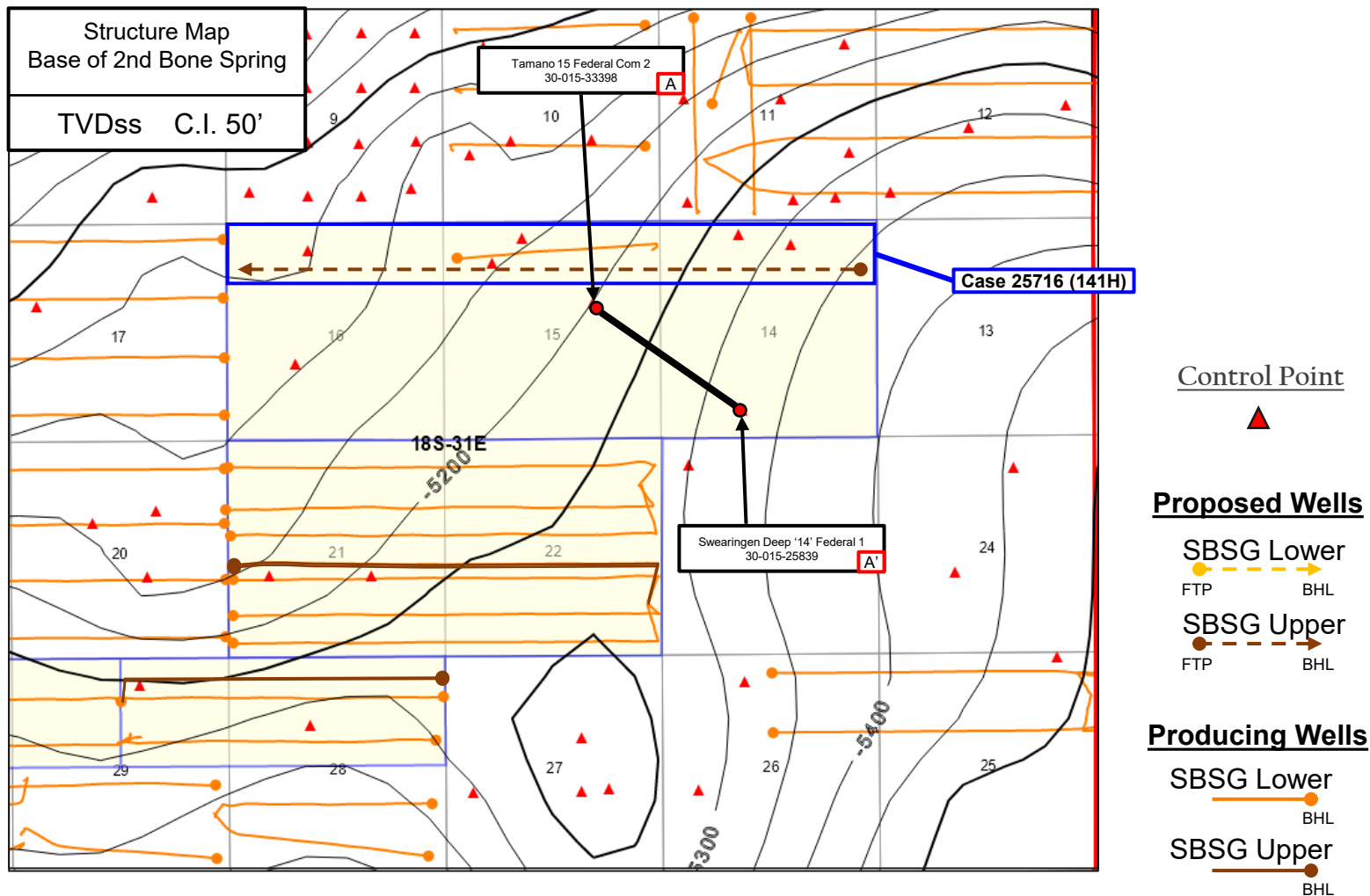



Exhibit 3

Base of Bone Spring – Structure Map

Slim Jim 14-15 Fed Com Fed Com





Stratigraphic Cross-Section A-A'

Slim Jim DSU Targets

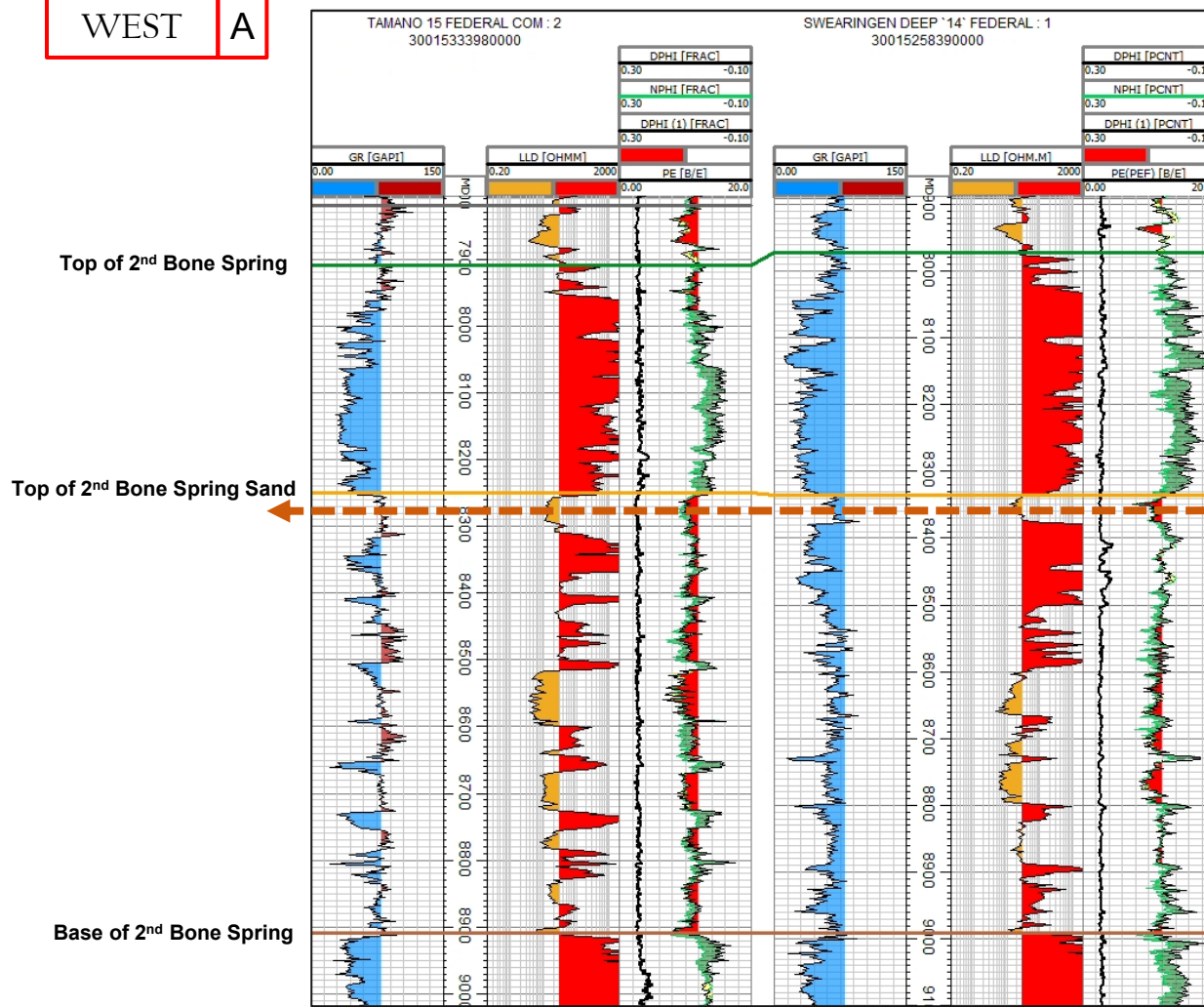
Exhibit 4

WEST

A

A'

EAST



BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

Exhibit No. D-4

Submitted by: Permian Resources Operating, LLC

Hearing Date: November 18, 2025

Case No. 25716

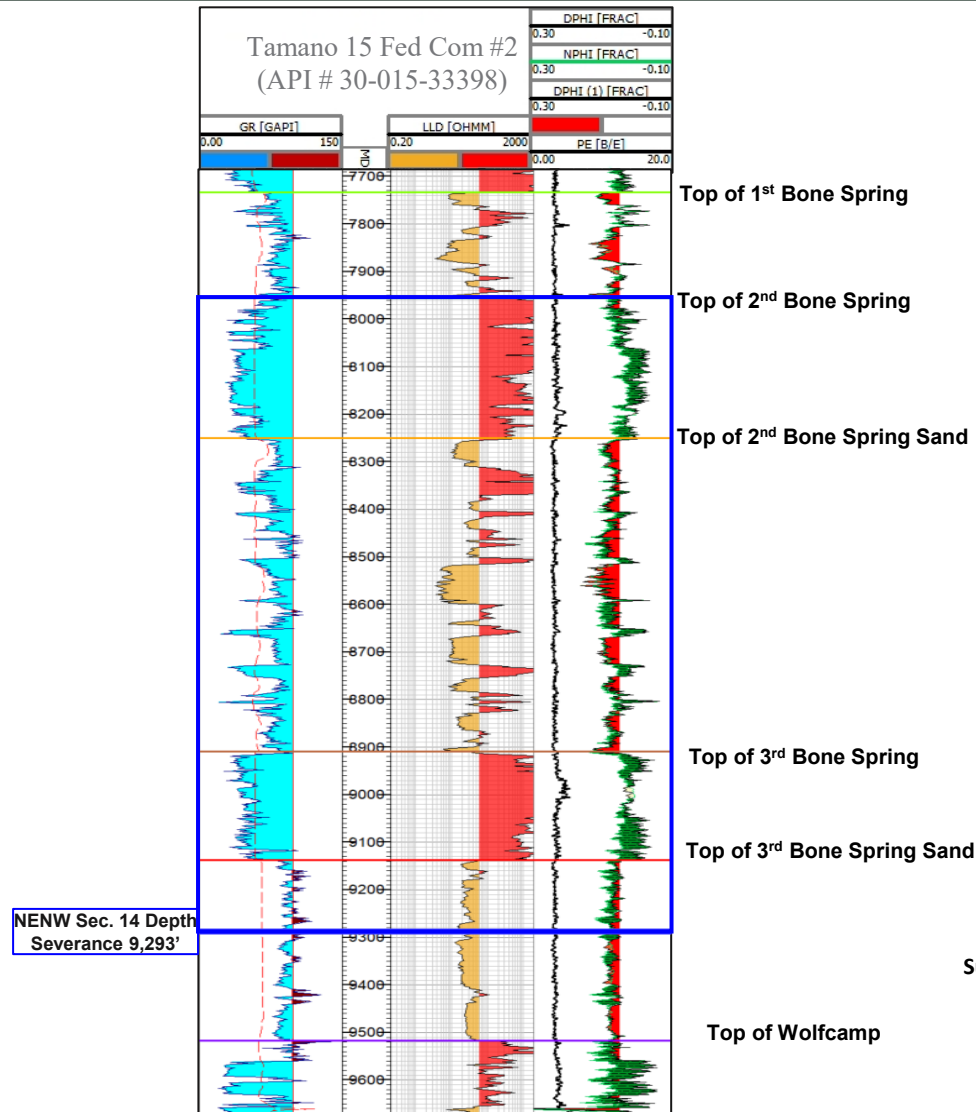
← SBSG Upper



Type Log

Tamano 15 Federal Com #2 (30-015-33398)

Exhibit 5



BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico

Exhibit No. D-5

Submitted by: Permian Resources Operating, LLC

Hearing Date: November 18, 2025

Case No. 25716

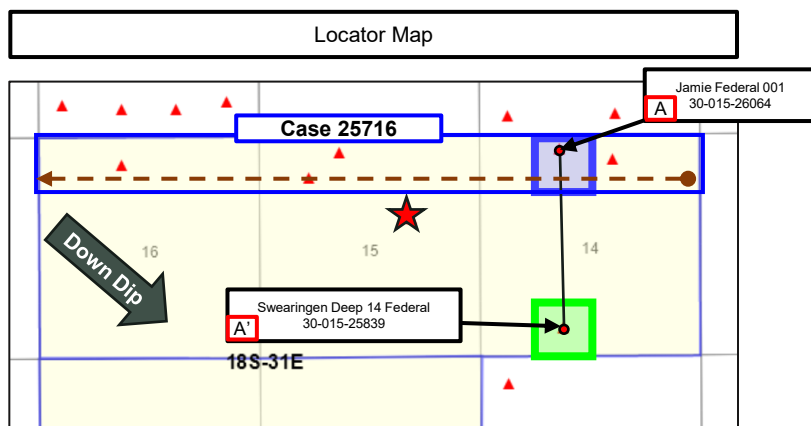
141H Pool



Exhibit 6

Depth Severances

Section 14 NE/NW and SE/SW Cross-Section



★ Tamano 15 Federal Com 2

— Depth Severance
NE/NW Sec. 14 :
9,293'

— Depth Severance
SW/SE Sec. 14 :
9,397'

↔ Proposed Third Bone
Spring Target

BEFORE THE OIL CONSERVATION DIVISION

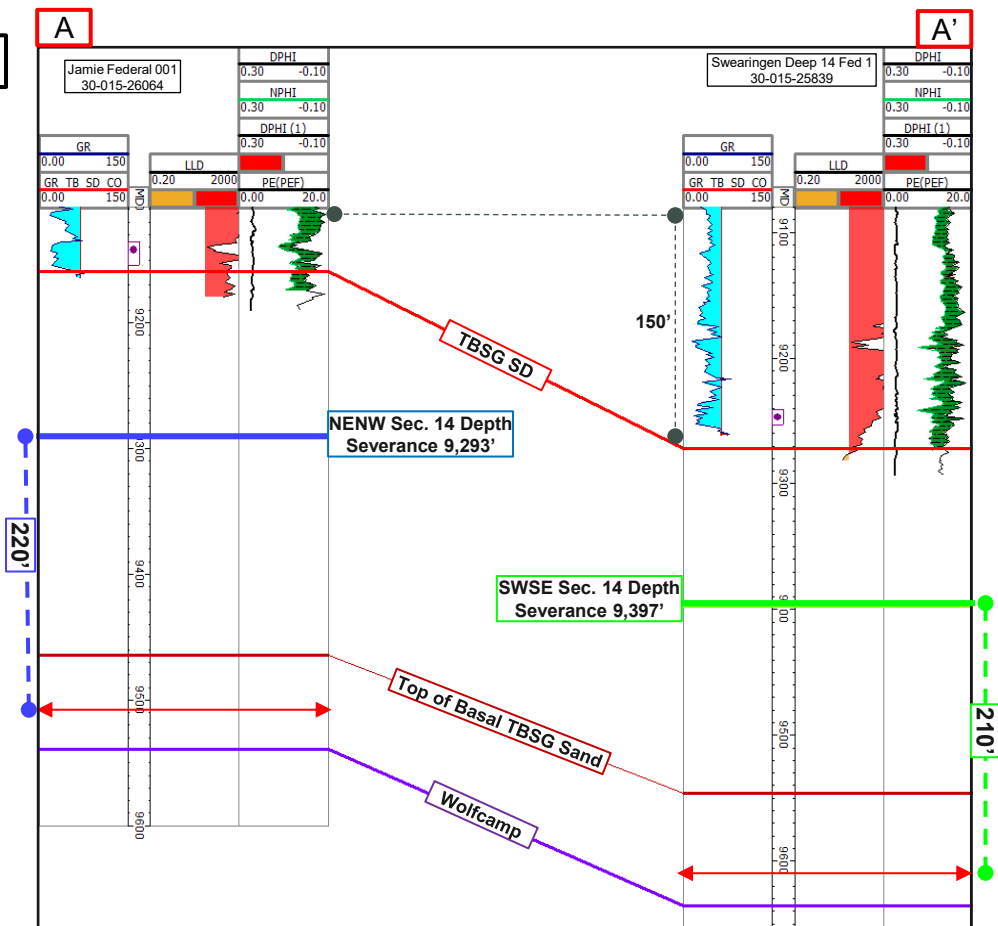
Santa Fe, New Mexico

Exhibit No. D-6

Submitted by: Permian Resources Operating, LLC

Hearing Date: November 18, 2025

Case No. 25716



- 150' of structure seen in the Third Bone Spring Sand from the NE/NW of section 14 to the SE/SW of section 14.
- Difference in structure puts both depth severances ~ 210' – 220' above proposed target within their respective pooling units

Permian

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

**APPLICATION OF READ & STEVENS, INC.
FOR APPROVAL OF AN OVERLAPPING
HORIZONTAL WELL SPACING UNIT
AND COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.**

CASE NO. 25716

**SELF-AFFIRMED STATEMENT OF
PAULA M. VANCE**

1. I am attorney in fact and authorized representative of Read & Stevens, Inc., the Applicant herein. I have personal knowledge of the matter addressed herein and am competent to provide this self-affirmed statement.

2. The above-referenced application and notice of the hearing on this application was sent by certified mail to the locatable affected parties on the date set forth in the letter attached hereto.

3. The spreadsheet attached hereto contains the names of the parties to whom notice was provided.

4. The spreadsheet attached hereto contains the information provided by the United States Postal Service on the status of the delivery of these notices as of October 31, 2025.

5. I caused notices to be published to all parties subject to these proceedings. An affidavit of publication from the publication's legal clerk with copies of the notice of publication are attached herein.

6. I affirm under penalty of perjury under the laws of the State of New Mexico that the foregoing statements are true and correct. I understand that this self-affirmed statement will be used as written testimony in this case. This statement is made on the date next to my signature below.

**BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. E
Submitted by: Permian Resources Operating, LLC
Hearing Date: November 18, 2025
Case No. 25716**



Paula M. Vance

11/04/25

Date



Paula M. Vance
Associate
Phone (505) 988-4421
Email pmvance@hollandhart.com

October 24, 2025

VIA CERTIFIED MAIL
CERTIFIED RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

Re: Application of Read & Stevens, Inc. for Approval of an Overlapping Horizontal Well Spacing Unit and Compulsory Pooling, New Mexico: Slim Jim 14-15 Federal Com 141H well

Ladies & Gentlemen:

This letter is to advise you that Read & Stevens, Inc. has filed the enclosed application with the New Mexico Oil Conservation Division. A hearing has been requested before a Division Examiner on November 13, 2025, and the status of the hearing can be monitored through the Division's website at <https://www.emnrd.nm.gov/ocd/>.

It is anticipated that hearings will be held in a hybrid format with both in-person and virtual participation options. The meeting will be held in the Pecos Hall Hearing Room at the Wendall Chino Building, 1st Floor, 1220 South St. Francis Dr., Santa Fe, New Mexico. To participate virtually in the hearing, see the instructions posted on the OCD Hearings website: <https://www.emnrd.nm.gov/ocd/hearing-info/>.

You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date. Parties appearing in cases are required to file a Pre-hearing Statement four business days in advance of a scheduled hearing that complies with the provisions of NMAC 19.15.4.13.B.

If you have any questions about this matter, please contact Sean Johnson at (903) 360-1438 or sean.johnson@permianres.com.

Sincerely,

A handwritten signature in blue ink that appears to read "Paula M. Vance".

Paula M. Vance
**ATTORNEY FOR READ AND STEVENS, INC. &
PERMIAN RESOURCES OPERATING, LLC**

T 505.988.4421 F 505.983.6043
110 North Guadalupe, Suite 1, Santa Fe, NM 87501-1849
Mail to: P.O. Box 2208, Santa Fe, NM 87504-2208
www.hollandhart.com

Alaska	Montana	Utah
Colorado	Nevada	Washington, D.C.
Idaho	New Mexico	Wyoming



Paula M. Vance
Associate
Phone (505) 988-4421
Email pmvance@hollandhart.com

October 24, 2025

VIA CERTIFIED MAIL
CERTIFIED RECEIPT REQUESTED

TO: VERTICAL OFFSETS IN POOL

Re: Application of Read & Stevens, Inc. for Approval of an Overlapping Horizontal Well Spacing Unit and Compulsory Pooling, New Mexico: Slim Jim 14-15 Federal Com 141H well

Ladies & Gentlemen:

This letter is to advise you that Read & Stevens, Inc. has filed the enclosed application with the New Mexico Oil Conservation Division. A hearing has been requested before a Division Examiner on November 13, 2025, and the status of the hearing can be monitored through the Division's website at <https://www.emnrd.nm.gov/ocd/>.

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Your interest is not being pooled by this application. You are receiving this notice because you own an interest in the Bone Spring formation that is not being included in the horizontal spacing unit. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date. Parties appearing in cases are required to file a Pre-hearing Statement four business days in advance of a scheduled hearing that complies with the provisions of NMAC 19.15.4.13.B.

If you have any questions about this matter, please contact Sean Johnson at (903) 360-1438 or sean.johnson@permianres.com.

Sincerely,

A handwritten signature in blue ink that reads 'Paula M. Vance'.

Paula M. Vance
**ATTORNEY FOR READ AND STEVENS, INC. &
PERMIAN RESOURCES OPERATING, LLC**

T 505.988.4421 F 505.983.6043
110 North Guadalupe, Suite 1, Santa Fe, NM 87501-1849
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www.hollandhart.com

Alaska
Colorado
Idaho

Montana
Nevada
New Mexico

Utah
Washington, D.C.
Wyoming



Paula M. Vance
Associate
Phone (505) 988-4421
Fax (505) 819-5579
pmvance@hollandhart.com

October 24, 2025

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED

**TO ALL WORKING INTEREST OWNERS IN THE AGREAGE AFFECTED BY
PROPOSED OVERLAPPING SPACING UNIT**

Re: Notice of Overlapping Spacing Unit
Tamano; Bone Spring [58040]
Slim Jim 14-15 Federal Com 141H well
N/2 N/2 of Sections 14, 15, and 16, Township 18 South, Range 31 East, NMPM,
Eddy County, New Mexico

To Whom It May Concern:

Read & Stevens, Inc. has proposed the Slim Jim 14-15 Federal Com 141H well for the initial development of the Bone Spring underlying acreage covering the N/2 N/2 of Sections 14, 15, and 16, Township 18 South, Range 31 East, NMPM, Eddy County, New Mexico. This letter is to advise you that this proposed development plan will require the formation of the following spacing units:

Slim Jim 14-15 Federal Com 141H

N/2 N/2 of Sections 14, 15, and 16, Township 18 South, Range 31 East, NMPM,
Eddy County, New Mexico

SHL: NE/4 NE/4 (Unit A) of Section 14

BHL: NW/4 NW/4 (Unit D) of Section 16

From the top of the Second Bone Spring formation (~7,955' TVD) to
approximately ~9,293' TVD

The proposed spacing unit will overlap the following existing spacing unit and well:

- Tamano 15 AD Federal Com 1H (API No. 30-015-40868), in the Bone Spring formation underlying the N/2 N/2 of Section 15, T18S-R31E, operated by Mewbourne Oil Company; and

Location
110 North Guadalupe, Suite 1
Santa Fe, NM 87501-1849

Mailing Address
P.O. Box 2208
Santa Fe, NM 87504-2208

Contact
p: 505.988.4421 | f: 505.983.6043
www.hollandhart.com

Holland & Hart LLP Anchorage Aspen Billings Boise Boulder Cheyenne Denver Jackson Hole Las Vegas Reno Salt Lake City Santa Fe Washington, D.C.

Pursuant to NMAC 19.15.16.15.B(9) and 19.15.15.12.B, you have a right to object the overlapping spacing unit by delivering a written statement of objection to our office within twenty (20) days of the mailing of this notice. If no objection is received within this 20-day period, we will proceed with obtaining any remaining regulatory approvals for the proposed spacing unit.

If you have any questions about this matter, please contact my office.

Sincerely,

A handwritten signature in blue ink, appearing to read "Paula M. Vance".

Paula M. Vance
**ATTORNEY FOR READ AND STEVENS, INC. &
PERMIAN RESOURCES OPERATING, LLC**

Permian - Slim Jim 141H 2nd BS well - Case no. 25716
Postal Delivery Report

9414811898765476066899	Carolyn Beall	PO Box 3098	Midland	TX	79702-3098	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414811898765476066882	Darin T. Boyd	1910 Holly St	Austin	TX	78702-5521	Your item is being held at the AUSTIN, TX 78702 post office at 4:03 pm on October 28, 2025. This is at the request of the customer.
9414811898765476066837	Devon Energy Production Company, LP	333 W Sheridan Ave	Oklahoma City	OK	73102-5010	Your item was picked up at the post office at 7:36 am on October 28, 2025 in OKLAHOMA CITY, OK 73102.
9414811898765476066875	Doralea S. Bean	PO Box 1738	Roswell	NM	88202-1738	Your item was returned to the sender on October 30, 2025 at 9:48 am in ROSWELL, NM 88201 because the address was vacant or the business was no longer operating at the location and no further information was available.
9414811898765476066714	Effco Investments	128 McCowans Ferry Aly	Versailles	KY	40383-8057	Your item was delivered to an individual at the address at 10:19 am on October 28, 2025 in VERSAILLES, KY 40383.
9414811898765476066752	James B. Read	PO Box 638	Ardmore	OK	73402-0638	Your item was picked up at the post office at 9:08 am on October 29, 2025 in ARDMORE, OK 73401.
9414811898765476066769	James G Smith	26750 McLaughlin Blvd	Bonita Springs	FL	34134-3843	Your item was delivered to an individual at the address at 12:12 pm on October 28, 2025 in BONITA SPRINGS, FL 34134.
9414811898765476066707	Javelina Partners	616 Texas St	Fort Worth	TX	76102-4612	Your item was delivered to the front desk, reception area, or mail room at 1:35 pm on October 28, 2025 in FORT WORTH, TX 76102.
9414811898765476066745	Karen Outland	1430 E Cleveland St	Hutchins	TX	75141-4004	Your item was delivered to an individual at the address at 1:06 pm on October 28, 2025 in HUTCHINS, TX 75141.
9414811898765476066738	Maverick Permian Agent Corp	211 E 7th St Ste 620	Austin	TX	78701-3218	Your item has been delivered to an agent and left with an individual at the address at 6:37 am on October 28, 2025 in AUSTIN, TX 78701.
9414811898765476066912	Maverick Permian Agent Corp	1111 Bagby St Ste 1600	Houston	TX	77002-2547	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414811898765476066950	Maverick Permian Agent Corp	3867 Plaza Tower Dr	Baton Rouge	LA	70816-4378	Your item was delivered to an individual at the address at 11:56 am on October 28, 2025 in BATON ROUGE, LA 70816.
9414811898765476066967	Moore & Shelton Co., Ltd.	PO Box 3070	Galveston	TX	77552-0070	Your item was picked up at the post office at 1:39 pm on October 29, 2025 in GALVESTON, TX 77551.

Permian - Slim Jim 141H 2nd BS well - Case no. 25716
Postal Delivery Report

9414811898765476066929	New Mexico Salt Water Disposal Company, Inc.	PO Box 1518	Roswell	NM	88202-1518	Your item was returned to the sender on October 30, 2025 at 10:17 am in ROSWELL, NM 88201 because the address was vacant or the business was no longer operating at the location and no further information was available.
9414811898765476066905	Occidental Permian Limited Partnership	5 Greenway Plz Ste 110	Houston	TX	77046-0521	Your item has been delivered to an agent at the front desk, reception, or mail room at 11:09 am on October 28, 2025 in HOUSTON, TX 77046.
9414811898765476066998	Paloma Permian Assetco, LLC	1100 Louisiana St Ste 5100	Houston	TX	77002-5220	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414811898765476066981	REG XI Assets, L.L.C.	1200 Smith St Ste 1950	Houston	TX	77002-4322	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414811898765476066936	Rottman 1984 Family Trust	10261 Century Woods Dr	Los Angeles	CA	90067-6312	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414811898765476066974	Rottman Group Six	10261 Century Woods Dr	Los Angeles	CA	90067-6312	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414811898765476066615	The Delmar Hudson Lewis Living Trust,Bank of America, N.A., Trustee	PO Box 840738	Dallas	TX	75284-0738	Your item has been delivered and is available at a PO Box at 6:20 am on October 30, 2025 in DALLAS, TX 75260.
9414811898765476066653	Tierra Encantada, LLC	400 N Pennsylvania Ave Ste 1000	Roswell	NM	88201-4780	Your item was delivered to the front desk, reception area, or mail room at 10:50 am on October 30, 2025 in ROSWELL, NM 88201.
9414811898765476066660	Zorro Partners, Ltd.	616 Texas St	Fort Worth	TX	76102-4612	Your item was delivered to the front desk, reception area, or mail room at 1:35 pm on October 28, 2025 in FORT WORTH, TX 76102.

Permian - Slim Jim 141H 2nd BS well (Vertical offset) - Case no. 25716
Postal Delivery Report

9214 8901 9403 8339 1885 01	SBI WEST TEXAS I LLC PO BOX 679270 DALLAS TX 75267-9270	Delivered Signature Received
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Permian - Slim Jim 141H 2nd BS well (Overlap Letter) - Case no. 25716
Postal Delivery Report

9414811898765476066622	Bureau of Land Management	620 E Greene St	Carlsbad	NM	88220-6292	Your item arrived at our PHOENIX AZ DISTRIBUTION CENTER destination facility on October 29, 2025 at 7:41 pm. The item is currently in transit to the destination.
9414811898765476066646	Bureau of Land Management	301 Dinosaur Trl	Santa Fe	NM	87508-1560	Your item was picked up at the post office at 11:31 am on October 29, 2025 in SANTA FE, NM 87505.
9414811898765476066639	Mewbourne Oil Company	414 W Texas Ave	Midland	TX	79701-4409	Your item was delivered to an individual at the address at 9:48 am on October 30, 2025 in MIDLAND, TX 79701.

Affidavit of PublicationNo. 69000

State of New Mexico

Publisher

County of Eddy:

Adrian Hedden

being duly sworn, says that he is the

Publisher

of the Carlsbad Current Argus, a weekly newspaper of
general circulation, published in English at Carlsbad,
said county and state, and that the hereto attached

Legal Ad

was published in a regular and entire issue of the said
Carlsbad Current Argus, a weekly newspaper duly qualified
for that purpose within the meaning of Chapter 167 of
the 1937 Session Laws of the state of New Mexico for
1 Consecutive weeks/day on the same

day as follows:

First Publication

October 28, 2025

Second Publication

Third Publication

Fourth Publication

Fifth Publication

Sixth Publication

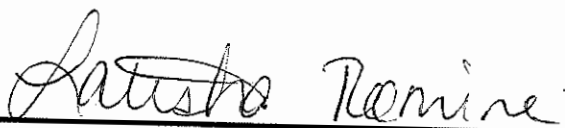
Seventh Publication

Eighth Publication

Subscribed and sworn before me this

28th day of October 2025

LATISHA ROMINE
Notary Public, State of New Mexico
Commission No. 1076338
My Commission Expires
05-12-2027



Latisha Romine

Notary Public, Eddy County, New Mexico

Copy of Publication:

Case No. 25716: Application of Read & Stevens, Inc. for Approval of an Overlapping Horizontal Well Spacing Unit and Compulsory Pooling, Eddy County, New Mexico. Notice to all affected interest owners, including all heirs, devisees and successors of: Bureau of Land Management; Carolyn Beall; Darin T. Boyd; Devon Energy Production Company, LP; Doralea S. Bean; Effco Investments; James B. Read; James G. Smith; Javelina Partners; Karen Outland; Maverick Permian Agent Corp; Mewbourne Oil Company; Moore & Shelton Co., Ltd.; New Mexico Salt Water Disposal Company, Inc.; Occidental Permian Limited Partnership; Paloma Permian Assetco, LLC; REG XI Assets, L.L.C.; Rottman 1984 Family Trust; Rottman Group Six; SBI West Texas I, LLC; The Delmar Hudson Lewis Living Trust, Bank of America, N.A., Trustee; Tierra Encantada, LLC; and Zorro Partners, Ltd. The State of New Mexico, Energy Minerals and Natural Resources Department, Oil Conservation Division (Division) hereby gives notice that the Division will hold public hearing 8:30 a.m. on November 13, 2025, to consider this application. The hearing will be conducted in a hybrid fashion, both in-person at the Energy, Minerals, Natural Resources Department, Wendell Chino Building, Pecos Hall, 1220 South St. Francis Drive, 1st Floor, Santa Fe, NM 87505 and via the WebEx virtual meeting platform. To participate in the hearings electronically, see the instructions posted on the docket for the hearing date: <https://www.emnrd.nm.gov/ocd/hearing-info/> or contact Freya Tschantz, at Freya.Tschantz@emnrd.nm.gov. Applicant in the above-styled cause seeks an order (1) approving a standard 480-acre, more or less, overlapping horizontal well spacing unit in a portion of the Bone Spring formation, from the top of the Second Bone Spring to approximately 9,293 feet total vertical depth, underlying the N/2 N/2 of Sections 14, 15, and 16, Township 18 South, Range 31 East, NMPM, Eddy County, New Mexico, and (2) pooling all uncommitted interests in this acreage. Said unit will be initially dedicated to the proposed Slim Jim 14-15 Federal Com 141H well, to be horizontally drilled from a surface location in the NE/4 NE/4 (Unit A) of Section 14, to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 16. This proposed horizontal well spacing unit will overlap the following spacing unit in the Bone Spring formation:

" An existing 160-acre horizontal spacing unit in the Bone Spring formation underlying the N/2 N/2 of Section 15, T18S-R31E, currently dedicated to the **Tamano 15 AD Federal Com 1H** (API No. 30-015-40868), operated by Mewbourne Oil Company.

Also, to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, actual operating costs and charges for supervision, designation of Permian Resources Operating, LLC as operator of the well, and a 200% charge for risk involved in drilling said well. Said area is located approximately 8.5 miles southwest of Maljamar, New Mexico.
69000-Published in Carlsbad Current Argus Oct. 28, 2025.

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico

Exhibit No. F

Submitted by: Permian Resources Operating, LLC

Hearing Date: November 18, 2025

Case No. 25716