

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

**APPLICATION OF PERMIAN RESOURCES
OPERATING, LLC TO EXTEND THE DRILLING
DEADLINE UNDER ORDER NO. R-23221, AS
AMENDED, EDDY COUNTY, NEW MEXICO.**

**CASE NO. _____
ORDER NO. R-23221-A**

APPLICATION

Permian Resources Operating, LLC (“Permian” or “Applicant”), through its undersigned attorneys, hereby files this application with the Oil Conservation Division to extend the drilling deadline under compulsory pooling Order No. R-23221, as amended (“Pooling Order”). In support of its application, Permian states:

1. On May 30, 2024, the Division entered Order No. R-23221 in Case No. 24343, which pooled the uncommitted interests underlying a 640-acre, more or less, horizontal well spacing unit in the Bone Spring formation (Esperanza; Bone Spring [97755]) comprised of the N/2 of Section 7, Township 22 South, Range 27 East, and the N/2 of Section 12, Township 22 South, Range 26 East, NMPM, Eddy County, New Mexico (the “Unit”). SPC Resources, LLC was designated as operator and Order No. R-23221 dedicates the Unit to the proposed initial **Caveman 132H** (API No.30-015-55667) (formerly the Hanna 131H) well.

2. Subsequently, on July 24, 2025 the Division issued Order R-23221-A in Case No. 25415 amending the Order to designate Permian Resources Operating as operator of the Unit and the initial well and to extend the deadline to commence drilling.

3. Good cause exists to extend the deadline to commence drilling the initial well under the Pooling Order, as amended.

4. Under the amended Pooling Order, Applicant would be required to commence drilling the well by May 30, 2026, and therefore, asks for the deadline to commence drilling the well be extended for a year, to May 30, 2027.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on May 7, 2026, and, after notice and hearing as required by law, the Division enter an order extending the time for Permian to commence drilling the proposed initial well under the Order.

Respectfully submitted,

HOLLAND & HART LLP

By: 

Adam G. Rankin
Paula M. Vance
A. Raylee Starnes
Post Office Box 2208
Santa Fe, NM 87504
505-988-4421
505-983-6043 Facsimile
agrarkin@hollandhart.com
pmvance@hollandhart.com
arstarnes@hollandhart.com

**ATTORNEYS FOR PERMIAN RESOURCES
OPERATING, LLC**

CASE _____: **Application of Permian Resources Operating, LLC to Extend the Drilling Deadline Under Order No. R-23221, As Amended, Eddy County, New Mexico.** Applicant in the above-styled cause seeks a year extension of time for drilling the initial well under Order No. R-23221, as amended. The Unit is a standard 640-acre, more or less, horizontal well spacing unit in the Bone Spring formation (Esperanza; Bone Spring [97755]) comprised of the N/2 of Section 7, Township 22 South, Range 27 East, and the N/2 of Section 12, Township 22 South, Range 26 East, NMPM, Eddy County, New Mexico. Order No. R-23221 pooled the uncommitted interests and dedicated the Unit to the proposed initial **Caveman 132H** (API No.30-015-55667) (formerly the Hanna 131H) well. Portions of said area are located within the city limits of Carlsbad, New Mexico.