

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

APPLICATION OF PERMIAN RESOURCES  
OPERATING, LLC FOR APPROVAL OF AN  
OVERLAPPING HORIZONTAL WELL SPACING  
UNIT AND COMPULSORY POOLING,  
LEA COUNTY, NEW MEXICO.

CASE NO. 23395

**NOTICE OF SUPPLEMENTAL EXHIBIT E**

Permian Resources Operating, LLC, applicant in the above-referenced case, gives notice that it is filing the attached exhibit for acceptance into the record.

**Supplemental Exhibit E** includes an additional self-affirmed statement of notice, a sample copy of the application notice letter, a sample copy of the overlapping notice letter, and the mailing report for those parties not included in Exhibit C.

Respectfully submitted,

HOLLAND & HART LLP



---

Michael H. Feldewert  
Adam G. Rankin  
Julia Broggi  
Paula M. Vance  
Post Office Box 2208  
Santa Fe, New Mexico 87504-2208  
(505) 988-4421  
(505) 983-6043 Facsimile  
mfeldewert@hollandhart.com  
agrarkin@hollandhart.com  
jbroggi@hollandhart.com  
pmvance@hollandhart.com

ATTORNEYS FOR PERMIAN OPERATING  
RESOURCES, LLC

**CERTIFICATE OF SERVICE**

I hereby certify that on April 19, 2023, I served a copy of the foregoing document to the following counsel of record via Electronic Mail to:

Darin C. Savage  
Andrew D. Schill  
William E. Zimsky  
214 McKenzie Street  
Santa Fe, New Mexico 87501  
Telephone: 970.385.4401  
Facsimile: 970.385.4901  
darin@abadieschill.com  
andrew@abadieschill.com  
bill@abadieschill.com

***Attorneys for V-F Petroleum, Inc., Gahr Energy Company,  
and Fuel Products, Inc.***

James Bruce  
Post Office Box 1056  
Santa Fe, New Mexico 87504  
(505) 982-2043  
jamesbruc@aol.com

***Attorney for MRC Permian Company***



---

Paula M. Vance

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

**APPLICATION OF PERMIAN RESOURCES  
OPERATING, LLC FOR APPROVAL OF AN  
OVERLAPPING HORIZONTAL WELL SPACING  
UNIT AND COMPULSORY POOLING,  
LEA COUNTY, NEW MEXICO.**

**CASE NO. 23395**

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

1. I am attorney in fact and authorized representative of Permian Resources Operating, LLC (“Permian”), the Applicant herein. I have personal knowledge of the matters addressed herein and am competent to provide this self-affirmed statement.

2. The above-referenced application and notice of the hearing on this application, as well as the overlapping notice, was sent by certified mail to the affected parties on the date set forth in the letters 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 this notice as of April 17, 2023.

5. I caused a notice to be published to all parties subject to these compulsory pooling proceedings. An affidavit of publication from the publication’s legal clerk with a copy of the notice publication is attached as Exhibit D.

6. I affirm under penalty of perjury under the laws of the State of New Mexico that

**BEFORE THE OIL CONSERVATION DIVISION  
Santa Fe, New Mexico  
Supplemental Exhibit No. E  
Submitted by: Permian Resources Operating, LLC  
Hearing Date: April 20, 2023  
Case No. 23395**

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.



Paula M. Vance \_\_\_\_\_

4/18/2023 \_\_\_\_\_

Date



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

February 10, 2023

**VIA CERTIFIED MAIL**  
**CERTIFIED RECEIPT REQUESTED**

**TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS AND ALL WORKING INTEREST OWNERS AFFECTED BY THE PROPOSED OVERLAPPING SPACING UNIT**

**Re: Application of Permian Resources Operating, LLC for Approval of an Overlapping Well Spacing Unit and Compulsory Pooling, Lea County, New Mexico: Eric Cartman 31 State Com #506H well**

Ladies & Gentlemen:

This letter is to advise you that Permian Resources Operating, LLC has filed the enclosed application with the New Mexico Oil Conservation Division. A hearing has been requested before a Division Examiner on March 2, 2023, and the status of the hearing can be monitored through the Division’s website at <https://www.emnrd.nm.gov/ocd/>.

**During the COVID-19 Public Health Emergency, state buildings are closed to the public and hearings will be conducted remotely beginning at 8:15 a.m. To participate in the electronic 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 Chris Astwood at (432) 315-0102 or [Chris.Astwood@permianres.com](mailto:Chris.Astwood@permianres.com).

Sincerely,

Paula M. Vance  
**ATTORNEY FOR 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](http://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

February 10, 2023

**VIA CERTIFIED MAIL**  
**RETURN RECEIPT REQUESTED**

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

Re: Notice of Overlapping Spacing Unit  
Bone Spring (Ojo Chiso; Bone Spring Pool [Pool Code 96553])  
Eric Cartman 31 State Com #506H well  
E/2 E/2 of Section 31, Township 21 South, Range 35 East, and the E/2 E/2 of Section 6  
and the E/2 NE/4 of Section 7, Township 22 South, Range 35 East, NMPM, Lea County,  
New Mexico

To Whom It May Concern:

Permian Resources Operating, LLC ("Permian") has proposed the Eric Cartman 31 State Com #506H well for the initial development from the top of the Bone Spring formation to 10,388 feet underlying the E/2 E/2 of Section 31, Township 21 South, Range 35 East, and the E/2 E/2 of Section 6 and the E/2 NE/4 of Section 7, Township 22 South, Range 35 East, NMPM, Lea County, New Mexico. This letter is to advise you that this proposed development plan will require the formation of the following 400-acre spacing unit:

- **Eric Cartman 31 State Com 506H**  
SHL: 135' FNL & 385' FEL of Section 31 (Unit A), T21S-R35E  
FTP: 100' FNL & 330' FEL of Section 31 (Unit A), T21S-R35E  
LTP: 2,540' FNL & 330' FEL of Section 7 (Unit H), T22S-R35E  
BHL: 2,540' FNL & 330' FEL of Section 7 (Unit H), T22S-R35E  
TVD: Approximately 10,331'  
TMD: Approximately 23,044'  
Spacing Unit: E/2 E/2 of Section 31, Township 21 South, Range 35 East, and the E/2 E/2 of Section 6 and the E/2 NE/4 of Section 7, Township 22 South, Range 35 East, from top of Bone Spring to 10,388 feet  
Targeted Interval: Second Bone Spring

The proposed 160-acre spacing unit will overlap the following existing spacing unit and wells:

- 640-acre, more or less, horizontal well spacing unit comprised of the E/2 of Sections 7 and 18, Township 22 South, Range 35 East, with a producing interval located in the Bone Spring formation (Ojo Chiso; Bone Spring Pool [Pool Code 96553]) and dedicated to the:

**Tostada 7 State Com #501H** (API: 30-025-50705); **Tostada 7 State Com #502H** (API: 30-025-50706); **Tostada 7 State Com #503H** (API: 30-025-50707); **Tostada 7 State Com #601H** (API: 30-025-49586); and **Tostada 7 State Com #602H** (API: 30-025-49587).

Pursuant to NMAC 19.15.16.15.B(9) and 19.15.15.12.B, you have a right to object to 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. However, to avoid delay, we respectfully request your waiver of objection to Permian’s application for approval of this overlapping horizontal well spacing unit. If you do not plan on objecting, please sign this letter and either return by e-mail to the contact below or return by mail delivery, as soon as possible.

If you have any questions about this matter, please contact Chris Astwood at (432) 315-0102 or [Chris.Astwood@permianres.com](mailto:Chris.Astwood@permianres.com).

Sincerely,



Paula M. Vance  
**ATTORNEY FOR PERMIAN RESOURCES  
OPERATING, LLC**

**WAIVER**

\_\_\_\_\_ agrees to waive objection to this application for an overlapping horizontal well spacing unit for the **Eric Cartman 31 State Com 506H**.

**By:** \_\_\_\_\_  
**Title:** \_\_\_\_\_  
**Date:** \_\_\_\_\_

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](http://www.hollandhart.com)

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

## WIO OVERLAP

## Postal Delivery Report

TrackingNo	ToName	DeliveryAddress	City	State	Zip	USPS_Status
9414811898765838253219	Chevron Midcontinent, LP	1400 Smith St	Houston	TX	77002-7327	Your item was picked up at a postal facility at 1:02 pm on February 18, 2023 in HOUSTON, TX 77002.
9414811898765838253257	Fuel Products, Inc.	PO Box 3098	Midland	TX	79702-3098	Your item was delivered at 1:59 pm on February 14, 2023 in MIDLAND, TX 79701.
9414811898765838253264	Gahr Energy Company	PO Box 1889	Midland	TX	79702-1889	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414811898765838253226	Mark K. Nearburg	710 Dragon	Lakeway	TX	78734-4353	Your item was delivered to an individual at the address at 11:18 am on February 14, 2023 in AUSTIN, TX 78734.
9414811898765838253295	MRC Permian Company	5400 Lbj Fwy Ste 1500	Dallas	TX	75240-1017	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414811898765838253240	Atlas OBO Energy, LP	1900 Saint James Pl	Houston	TX	77056-4129	Your item was delivered to the front desk, reception area, or mail room at 6:08 pm on February 14, 2023 in HOUSTON, TX 77056.
9414811898765838253288	Doil Oil & Gas Corporation	1536 Cole Blvd Ste 225	Lakewood	CO	80401-3404	Your item has been delivered to the original sender at 9:35 am on March 2, 2023 in SANTA FE, NM 87501.
9414811898765838253233	State Land Office	310 Old Santa Fe Trl	Santa Fe	NM	87501-2708	Your item was picked up at a postal facility at 10:26 am on February 13, 2023 in SANTA FE, NM 87501.
9414811898765838253271	Chevron Midcontinent, LP, attn Land Department	6301 Deauville	Midland	TX	79706-2964	Your item was delivered to an individual at the address at 10:54 am on February 17, 2023 in MIDLAND, TX 79706.