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

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

CASE NO. 23500

PRE-HEARING STATEMENT

Permian Resources Operating, LLC ("Applicant") submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPLICANT ATTORNEYS

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STATEMENT OF THE CASE

Applicant applies for an order pooling all uncommitted interests within the Bone Spring formation underlying a 240-acre, more or less, standard horizontal spacing unit comprised of the N/2 S/2 of Section 18, Township 19 South, Range 28 East, and the N/2 SE/4 of Section 13, Township 19 South, Range 27 East, Eddy County, New Mexico. The spacing unit will be dedicated to the following wells:

- Red Eagle 18 State Com 123H well, to be drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 18, Township 19 South, Range 28 East, to a bottom hole location in the NW/4 SE/4 (Unit J) of Section 13, Township 19 South, Range 27 East; and
- Red Eagle 18 State Com 133H well, to be drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 18, Township 19 South, Range 28 East, to a bottom hole location in the NW/4 SE/4 (Unit J) of Section 13, Township 19 South, Range 27 East.

The completed intervals of the Red Eagle 18 State Com wells (hereinafter collectively referred to as "Wells") will be orthodox. Also to be considered in each case will be the cost of drilling and completing the Wells and the allocation of the costs, the designation of Applicant as the operator of the Wells, and a 200% charge for the risk involved in drilling and completing the Wells.

The Wells are located approximately 18 miles northeast of Carlsbad, New Mexico.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Mark Hajdik	Landman	Affidavit	Approx. 5
Christopher Cantin	Geologist	Affidavit	Approx. 7

PROCEDURAL MATTERS

Applicant will present this matter by affidavit if there is no opposition.

Respectfully submitted,

HINKLE SHANOR, LLP

/s/ Dana S. Hardy

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Counsel for Permian Resources Operating, LLC

CERTIFICATE OF SERVICE

I hereby certify that on April 27, 2023 I served a copy of the foregoing document to the following counsel of record via Electronic Mail to:

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

QUESTIONS

Action 211503

QUESTIONS

Operator:	OGRID:
COLGATE OPERATING, LLC	371449
300 North Marienfeld Street	Action Number:
Midland, TX 79701	211503
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony		
Please assist us by provide the following information about your testimony.		
Number of witnesses	Not answered.	
Testimony time (in minutes)	Not answered.	