

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

**APPLICATIONS OF READ & STEVENS, INC.
FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.**

CASE NOS. 23734-23736

CONSOLIDATED PRE-HEARING STATEMENT

Read & Stevens, Inc. (“Read & Stevens” or “Applicant”) submits its Consolidated Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPLICANT

Read & Stevens, Inc.

ATTORNEYS

Dana S. Hardy
Jaclyn M. McLean
Hinkle Shanor LLP
P.O. Box 2068
Santa Fe, NM 87504-2068
Phone: (505) 982-4554
dhardy@hinklelawfirm.com
jmclean@hinklelawfirm.com

INTERESTED PARTIES

None.

ATTORNEYS

STATEMENT OF THE CASE

In **Case No. 23734**, Read & Stevens applies for an order pooling all uncommitted interests in the Bone Spring formation underlying a 160-acre, more or less, standard horizontal spacing unit comprised of the W/2 E/2 of Section 3, Township 20 South, Range 34 East, Lea County, New Mexico. Applicant seeks to dedicate the Unit to the **North Lea 3 Fed Com 2H** well, drilled from a surface hole location in the NW/4 NE/4 (Unit B) of Section 3, to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 3.

In **Case No. 23735**, Read & Stevens applies for an order pooling all uncommitted interests in the Bone Spring formation underlying a 160-acre, more or less, standard horizontal spacing unit comprised of the E/2 W/2 of Section 3, Township 20 South, Range 34 East, Lea County, New Mexico. Applicant seeks to dedicate the Unit to the **North Lea 3 Fed Com 3H** well, which is drilled from a surface hole location in the NE/4 NW/4 (Unit C) of Section 3 to a bottom hole location in the SE/4 SW/4 (Unit N) of Section 3.

In **Case No. 23736**, Read & Stevens applies for an order pooling all uncommitted interests in the Bone Spring formation underlying a 160-acre, more or less, standard horizontal spacing unit comprised of the W/2 W/2 of Section 3, Township 20 South, Range 34 East, Lea County, New Mexico. The Unit will be dedicated to the **North Lea 3 Fed Com 4H** well, which is drilled from a surface hole location in the NW/4 NW/4 (Unit D) of Section 3, to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 3.

The completed intervals of the wells will be orthodox. The Wells are located approximately 24.92 miles Southwest of Hobbs, New Mexico.

PROPOSED EVIDENCE

| Witness | Occupation | Estimated Time | Exhibits |
|----------------|-------------------|-----------------------|-----------------|
| Travis Macha | Senior Landman | Affidavit | Approx. 5 |
| Ira Bradford | Geologist | Affidavit | Approx. 4 |

PROCEDURAL MATTERS

Applicant intends to consolidate these cases for hearing and will present the cases by affidavit if there is no opposition to its application.

Respectfully submitted,

HINKLE SHANOR, LLP

/s/ Dana S. Hardy

Dana S. Hardy

Jaclyn M. McLean

P.O. Box 2068

Santa Fe, NM 87504-2068

Phone: (505) 982-4554

Facsimile: (505) 982-8623

dhardy@hinklelawfirm.com

jmclean@hinklelawfirm.com

Counsel for Read & Stevens, Inc.

District I
 1625 N. French Dr., Hobbs, NM 88240
 Phone:(575) 393-6161 Fax:(575) 393-0720

District II
 811 S. First St., Artesia, NM 88210
 Phone:(575) 748-1283 Fax:(575) 748-9720

District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV
 1220 S. St Francis Dr., Santa Fe, NM 87505
 Phone:(505) 476-3470 Fax:(505) 476-3462

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

QUESTIONS

Action 260996

QUESTIONS

| | |
|---|--|
| Operator: Permian Resources Operating, LLC 1001 17th Street, Suite 1800 Denver, CO 80202 | OGRID: 372165 |
| | Action Number: 260996 |
| | Action Type: [HEAR] Prehearing Statement (PREHEARING) |

QUESTIONS

| | |
|--|----------------------|
| Testimony | |
| <i>Please assist us by provide the following information about your testimony.</i> | |
| Number of witnesses | <i>Not answered.</i> |
| Testimony time (in minutes) | <i>Not answered.</i> |