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

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

Case No. 23815

PRE-HEARING STATEMENT

Applicant Permian Resources Operating, LLC ("Applicant" or "Permian"), provides this

Pre-Hearing Statement as required by the rules of the Division.

APPEARANCES

APPLICANT

PERMIAN RESOURCES OPERATING, LLC ATTORNEYS:

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OTHER INTERESTED PARTY

FASKEN OIL & RANCH, LTD.

ATTORNEYS:

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STATEMENT OF THE CASE

Applicant in the above-styled cause seeks an order from the Oil Conservation Division pooling all uncommitted mineral interests in the Wolfcamp formation ([87760] Winchester; Wolfcamp (Gas)) in a standard 640-acre, more or less, horizontal spacing and proration unit ("HSU") comprised of the S/2 of Section 27 and Section 28, T19S-R28E, in Eddy County, New Mexico. Applicant proposes to drill the following 2-mile wells in the HSU: (1) Big Burro 27 State Com # 203H well, to be horizontally drilled from an approximate surface hole location 173' FEL and 1190' FSL of Section 27, T19S-R28E, to an approximate bottom hole location 100' FWL and 2415' FSL of Section 28, T19S-R28E; and (2) Big Burro 27 State Com # 204H well, to be horizontally drilled from an approximate surface hole location 173' FEL and 1160' FSL of Section 27, T19S-R28E, to an approximate bottom hole location 100' FWL and 1095' FSL of Section 28, T19S-R28E. The completed interval and first and last take points will meet the setback requirements set forth in the statewide rules for horizontal oil wells. Additional considerations will be the cost of drilling and completing the wells and allocation of such costs, the designation of Applicant as operator of the HSU and wells to be drilled thereon, and a 200% charge for the risk involved in drilling and completing the wells. The wells and lands are located approximately 12 miles North of Carlsbad, New Mexico.

PROPOSED EVIDENCE

APPLICANT:

EXHIBITS WITNESSES

12-14 for both cases Mark Hajdik, Landman

Christopher Cantin, Geologist 12-14 for both cases

PROCEDURAL MATTERS

This case is currently on the October 5, 2023 docket and will be presented by affidavit, assuming no opposition at the time of hearing. Applicant and Fasken Oil & Ranch, Ltd. ("Fasken") have entered into a joint operating agreement. Applicant therefore does not seek to forcepool Fasken in this proceeding.

Respectfully submitted,

MONTGOMERY & ANDREWS, P.A.

By: /s/ Sharon T. Shaheen

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Attorneys for Permian Resources Operating,

LLC

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing pleading was served on counsel of record via email on September 28, 2023, as follows:

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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 270342

QUESTIONS

Operator:	OGRID:
Permian Resources Operating, LLC	372165
1001 17th Street, Suite 1800	Action Number:
Denver, CO 80202	270342
	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.