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

APPLICATIONS OF PERMIAN RESOURCES OPERATING, LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NOS. 24917-24918 24440-24442 24451-24453 & 24455

APPLICATIONS OF MRC PERMIAN COMPANY FOR APPROVAL OF STANDARD OVERLAPPING HORIZONTAL WELL SPACING UNITS AND COMPULSORY POOLING, EDDY AND LEA COUNTIES, NEW MEXICO.

CASE NOS. 24902-24904, 24906

APPLICATIONS OF MRC PERMIAN COMPANY FOR COMPULSORY POOLING, EDDY AND LEA COUNTIES, NEW MEXICO.

CASE NOS. 24907, 24909- 24911

# PERMIAN RESOURCES OPERATING, LLC AND MRC PERMIAN COMPANY'S JOINT MOTION TO DISMISS AND VACATE THE NOVEMBER 5, 2024 CONTESTED HEARING

Permian Resources Operating, LLC ("PRO") and MRC Permian Company ("MRC") requests that the New Mexico Oil Conservation Division ("Division") issue an order dismissing Case Nos. 24917, 24918, 24440-24442, 24451-24453, 24455, 24902-24904, 24906, 24907, 24909-24911, and vacating the November 5, 2024 contested hearing. In support of this motion, PRO and MRC state the following:

1. PRO filed its applications in Case Nos. 24440-24442, 24451-24453, and 24455 on April 2, 2024. Although Case Nos. 24161 and 24162 were initially consolidated with these

matters for hearing, PRO has filed a motion to dismiss those cases and filed replacement applications on October 4, 2024. Those applications have been assigned Case Nos. 24917-24918.

- 2. MRC filed competing pooling applications for the Twinkle Fed Com wells on October 1, 2024. Those applications have been assigned Case Nos. 24902-24904, 24906, 24907, and 24909 24911.
- 3. PRO filed its *Unopposed Motion to Amend Pre-Hearing Order and Reschedule November 5, 2024 Contested Hearing* on October 10, 2024, requesting that the contested hearing set for November 5<sup>th</sup> be vacated to allow the parties additional time to negotiate and prepare for a contested hearing.
- 4. The Hearing Examiner notified the parties that he had reviewed the *Unopposed Motion to Amend Pre-Hearing Order and Reschedule November 5, 2024 Contested Hearing*, and was denying the request to postpone the contested hearing date.
- 5. The competing development plans in PRO and MRC's cases involve large areas, multiple formations, potash drill islands, and numerous wells. Accordingly, it is in the best interest of the parties, and will conserve resources of the Division, to allow the parties additional time to evaluate the competing proposals and negotiate before proceeding to a contested hearing.
- As a result, PRO and MRC request that the Division dismiss Case Nos. 24917,
   24918, 24440-24442, 24451-24453, 24455, 24902-24904, 24906, 24907, 24909-24911 and
   vacate the November 5, 2024 contested hearing.
- 7. Counsel for Coterra Energy, Inc., was contacted and does not oppose this motion. For the foregoing reasons, PRO and MRC request that the Division issue an order: (1) Case Nos. 24917, 24918, 24440-24442, 24451-24453, 24455, 24902-24904, 24906, 24907,

24909-24911; and (2) vacating the November 5, 2024 contested hearing.

Respectfully submitted,

## HINKLE SHANOR LLP

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### **CERTIFICATE OF SERVICE**

I hereby certify that on October 14, 2024, I served a true and correct copy of the foregoing pleading on the following counsel of record by electronic mail:

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