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

APPLICATION OF RILEY PERMIAN OPERATING COMPANY, LLC FOR APPROVAL OF A STANDARD HORIZONTAL SPACING UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

CASE NO. 25358

RILEY PERMIAN OPERATING, LLC'S PRE-HEARING STATEMENT

Riley Permian Operating Company, LLC, ("Riley"), submits this Pre-Hearing Statement

pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

Riley Permian Operating Company, LLC

INTERESTED PARTY

MRC Permian Company

EOG Resources, Inc.

ATTORNEY

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ATTORNEY

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APPLICANT'S STATEMENT OF CASE

In this case, Riley seeks orders to approve standard 481.47-acre, more or less, horizontal spacing unit ("HSU") composed of the N/2 of Section 12, Township 18 South, Range 26 East, N.M.P.M., and the NW/4 of Section 7, Township 18 South, Range 27 East, N.M.P.M., Eddy County, New Mexico (the "Application Lands"), and to pool all uncommitted mineral interests in the Yeso Pool (51120), designated as an oil pool, underlying said HSU.

Under **Case 25358**, Riley seeks to pool the <u>Yeso Pool</u> underlying the Application Lands and seeks dedicate the HSU to the following proposed wells:

A. **Marty Fee 11-7 1H** (API No. *Pending*), which is an oil well that will be horizontally drilled from a surface location in the NE/4 NE/4 (Unit A) of Section 11, Township 18 South, Range 26 East, to a bottom hole location in the Yeso Pool in the NE/4 NW/4 (Unit C) of Section 7, Township 18 South, Range 27 East;

B. **Marty Fee 11-7 2H** (API No. *Pending*), which is an oil well that will be horizontally drilled from a surface location in the NE/4 NE/4 (Unit A) of Section 11, Township 18 South, Range 26 East, to a bottom hole location in the Yeso Pool in the NE/4 NW/4 (Unit C) of Section 7, Township 18 South, Range 27 East;

C. **Marty Fee 11-7 3H** (API No. *Pending*), which is an oil well that will be horizontally drilled from a surface location in the SE/4 NE/4 (Unit H) of Section 11, Township 18 South, Range 26 East, to a bottom hole location in the Yeso Pool in the SE/4 NW/4 (Unit F) of Section 7, Township 18 South, Range 27 East, and;

D. Marty Fee 11-7 4H (API No. *Pending*), which is an oil well that will be horizontally drilled from a surface location in the SE/4 NE/4 (Unit H) of Section 11,

Township 18 South, Range 26 East, to a bottom hole location in the Yeso Pool in the SE/4 NW/4 (Unit F) of Section 7, Township 18 South, Range 27 East.

The wells are orthodox in their location as defined by 19.15.16.15.(C) NMAC, and the take points and laterals comply with Statewide Rules for setbacks under 19.15.16.15.(C) NMAC. Also to be considered will be the cost of drilling and completing the Wells and the allocation of the cost, 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 and lands are located approximately 3.41 miles southeast from Atoka, New Mexico.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Mark Smith, Senior Landman	Affidavit	Approx. 9
Doug Standart, Geologist	Affidavit	Approx. 5

PROCEDURAL MATTERS

If uncontested at the hearing, Riley intends to present these cases by affidavit.

Dated this 3rd day of July, 2025.

Respectfully submitted,

BEATTY & WOZNIAK, P.C.

By:

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CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the forgoing was served to counsel of record by electronic mail this 3rd day of July 2025, 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

Operator:	OGRID:
RILEY PERMIAN OPERATING COMPANY, LLC	372290
29 E Reno Avenue, Suite 500	Action Number:
Oklahoma City, OK 73104	481640
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)
QUESTIONS	

Testimony

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Please assist us by provide the following information about your testimony.		
Number of witnesses	2	
Testimony time (in minutes)	15	

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Action 481640