

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

**APPLICATIONS OF PERMIAN RESOURCES
OPERATING, LLC FOR COMPULSORY
POOLING AND APPROVAL OF OVERLAPPING
SPACING UNITS, LEA COUNTY, NEW MEXICO.**

**CASE NOS. 25856,
25864 & 25866**

CONSOLIDATED PRE-HEARING STATEMENT

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

APPLICANT

Permian Resources Operating, LLC

ATTORNEYS

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INTERESTED PARTIES

None.

ATTORNEYS

STATEMENT OF THE CASES

In **Case No. 25856**, Permian Resources seeks an order pooling all uncommitted interests in the First Bone Spring interval of the Bone Spring formation underlying a 320-acre, more or less, standard, overlapping horizontal spacing unit comprised of the W/2 W/2 of Sections 27 and 22, Township 22 South, Range 35 East, Lea County, New Mexico. This unit will be dedicated to the **Bridge State Unit 27 301H** well, which will be drilled from a surface hole location in the SE/4

SW/4 (Unit N) of Section 27 to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 22. This unit will overlap with the spacing unit for the Bridge State Unit 27 501H (API No. 30-025-54229) well, which produces from the Rock Lake; Bone Spring Pool (Code 52766).

In **Case No. 25864**, Permian Resources seeks an order pooling all uncommitted interests in the First Bone Spring interval of the Bone Spring formation underlying a 320-acre, more or less, standard, overlapping horizontal spacing unit comprised of the W/2 E/2 of Sections 27 and 22, Township 22 South, Range 35 East, Lea County, New Mexico. This unit will be dedicated to the **Bridge State Unit 27 303H** well, which will be drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 27 to a bottom hole location in the NW/4 NE/4 (Unit B) of Section 22. This unit will overlap with the spacing unit for the Bridge State Unit 27 503H (API No. 30-025-54232) well, which produces from the Rock Lake; Bone Spring Pool (Code 52766).

In **Case No. 25866**, Permian Resources seeks an order pooling all uncommitted interests in the First Bone Spring interval of the Bone Spring formation underlying a 320-acre, more or less, standard, overlapping horizontal spacing unit comprised of the E/2 W/2 of Sections 27 and 22, Township 22 South, Range 35 East, Lea County, New Mexico. This unit will be dedicated to the **Bridge State Unit 27 302H** well, which will be drilled from a surface hole location in the SE/4 SW/4 (Unit N) of Section 27 to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 22. This unit will overlap with the spacing unit for the Bridge State Unit 27 502H (API No. 30-025-54231) well, which produces from the Rock Lake; Bone Spring Pool (Code 52766).

A depth severance exists within the Bridge State Units. Accordingly, Applicant seeks to pool uncommitted interests from the top of the Bone Spring formation to the base of the First Bone Spring interval, at a stratigraphic equivalent of 10,122' TVD, as observed on the Northern AKQ State #1 well log (API No. 30-025-25443).

The completed intervals of the Bridge State wells will be orthodox. Also to be considered will be the cost of drilling and completing the wells, the allocation of the costs, the designation of Applicant as operator of the units and wells, and a 200% charge for the risk involved in drilling and completing the wells.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Reagan Armstrong	Landman	Affidavit	Approx. 6
Cole Hendrickson	Geologist	Affidavit	Approx. 5

PROCEDURAL MATTERS

Applicant intends to consolidate these matters for hearing and intends to present these cases by affidavit if there are no objections to its applications.

Respectfully submitted,

HARDY MCLEAN LLC

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Oil Conservation Division
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QUESTIONS

Action 538012

QUESTIONS

Operator: Permian Resources Operating, LLC 300 N. Marienfeld St Ste 1000 Midland, TX 79701	OGRID: 372165
	Action Number: 538012
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS**Testimony**

Please assist us by provide the following information about your testimony.

Number of witnesses	<i>Not answered.</i>
Testimony time (in minutes)	<i>Not answered.</i>