

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

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MAR 12 2004

IN THE MATTER OF THE HEARING CALLED BY THE OIL  
CONSERVATION DIVISION FOR THE PURPOSE OF  
CONSIDERING:

Oil Conservation Division  
1220 S. St. Francis Drive  
Santa Fe, NM 87505

APPLICATION OF PERMIAN RESOURCES, INC. FOR A  
NON-STANDARD SPACING AND PRORATION UNIT AND AN  
UNORTHODOX WELL LOCATION, LEA COUNTY, NEW  
MEXICO

CASE NO. 13175

APPLICANT'S PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted on behalf of the applicant, Permian Resources,  
Inc., as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Permian Resources, Inc.

ATTORNEY

Michael H. Feldewert, Esq.  
Holland & Hart LLP  
P.O. Box 2208  
Santa Fe, NM 87504  
505-988-4421

OPPONENT

None.

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None.

WVS  
3/12/04

APPLICANT'S STATEMENT OF CASE

Applicant seeks an order from the Division authorization the drilling of its proposed  
Berry Hobbs Unit 17 Well No. 1 as a wildcat well to test the Morrow formation and to test the  
Strawn formation (Undesignated Northeast Shoe Bar Strawn Gas Pool) at an unorthodox well  
location 2550 feet from the South line and 1950 feet from the East line (Unit J) of Section 17,  
Township 16 South, Range 36 East, N.M.P.M., Lea County, New Mexico. Applicant also seeks

authority to dedicate to this well a non-standard spacing and proration unit for the Strawn formation comprised of the SW/4 NE/4 and the NW/4 SE/4 of Section 17. This area is located approximately 1.5 miles southwest of Lovington, New Mexico.

### APPLICANT'S PROPOSED EVIDENCE

WITNESSES (Name and Expertise)	ESTIMATED TIME	EXHIBITS
William L. Porter (Land Manager)	Approx. 10 Minutes	Approx. 2
Robert Marshall (Petroleum Geologist)	Approx. 10 Minutes	Approx. 4

### PROCEDURAL MATTERS

Permian's application was filed on September 30, 2003, but has since been delayed by notice and scheduling issues associated with hearings before the Lovington Extraterritorial Zoning Commission. Due to the fact that leases that are due to expire on April 1, 2004, Permian respectfully requests that an *expedited order* be issued in this case.

Respectfully submitted,

HOLLAND & HART, LLP

By: 

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