

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan-Grisham
Governor

Melanie A. Kenderdine
Cabinet Secretary

Ben Shelton
Deputy Secretary

Erin Taylor
Deputy Secretary

Albert C.S. Chang
Division Director
Oil Conservation Division



Jaelyn M. McLean
jmclean@hardlymclean.com

ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL - 9020

**Permian Resources Operating, LLC [OGRID 372165]
Ocotillo State Com Well No. 214H
API No. 30-015-55835**

Reference is made to your application received on June 24th, 2025.

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	325 FSL & 1204 FEL	P	06	23S	26E	Eddy
First Take Point	100 FSL & 990 FEL	P	06	23S	26E	Eddy
Last Take Point/ Terminus	100 FNL & 990 FEL	A	31	22S	26E	Eddy

Proposed Horizontal Gas Units

Description	Acre	Pool	Pool Code
E/2 Section 06, T23S, R26E	640.31	Purple Sage; Wolfcamp, Gas	98220
E/2 Section 31, T22S, R26E			

You have requested to complete this horizontal well described above in the referenced pool or formation. This well is governed by special rules R-14262, for the Purple Sage; Wolfcamp (Gas)

Administrative Order NSL - 9020
Permian Resources Operating, LLC
Page 2 of 2

Pool and governs wells to be located at least 330 feet from the unit outer boundary of a spacing unit and no closer than 10 feet to any quarter – quarter section line. The completed intervals of horizontal wells are to be located no closer than 330 feet to the exterior boundary of a standard 320 - acre spacing unit.

The request to deviate from an orthodox location has met all requirements of 19.15.16.15 (C)(5)(a) NMAC. It is understood that you are seeking this exception in order to create a non-standard location, comprised of First and Last Take Points referenced above within the described Horizontal Spacing Unit.

The well's completed interval is as close as 100 feet to the northern and southern boundary of the horizontal spacing unit. Encroachment will impact the following tract(s).

Section 30, T22S, R26E, encroachment to the SE/4
Section 07, T23S, R26E encroachment to the NE/4

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in Paragraph (8) Subsection A of 19.15.2.7 NMAC, in all adjoining units towards which the proposed location encroaches.

Division understands you are seeking this unorthodox location in order to maintain optimal spacing of the development of wells in this section within the Wolfcamp formation underlying the E/2 of Section 06, T23S, R26E and the E/2 of Section 31, T22S, R26E, thereby preventing waste.

Your application has been filed under 19.15.16.15(C)(6) NMAC, 19.15.15.13 NMAC and 19.15.4.12 (A)(2) NMAC.

Per Subsection B of 19.15.15.13 NMAC, **Division approves this unorthodox location.**

Reference this NSL order number on the As Drilled C-102 submitted with the Authorization to Transport, to place this well into production.

The above approvals are subject to your following all other applicable Division rules.

Jurisdiction of this case is retained for the entry of further orders as Division deems necessary.



Albert C.S. Chang, PE
Division Director
AC/lrl

Date: 7/25/2025

ID NO. 478157

NSL - 9020

RECEIVED: 06/24/25	REVIEWER:	TYPE:	APP NO:
---------------------------	-----------	-------	---------

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Geological & Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Applicant: Permian Resources Operating, LLC **OGRID Number:** 336568
Well Name: Ocotillo State Com 214H **API:** 30-015-55835
Pool: Purple Sage; Wolfcamp **Pool Code:** 98220

SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW

- 1) **TYPE OF APPLICATION:** Check those which apply for [A]
 A. Location – Spacing Unit – Simultaneous Dedication
 NSL NSP (PROJECT AREA) NSP (PRORATION UNIT) SD
- B. Check one only for [I] or [II]
 [I] Commingling – Storage – Measurement
 DHC CTB PLC PC OLS OLM
 [II] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery
 WFX PMX SWD IPI EOR PPR

FOR OCD ONLY

Notice Complete

Application Content Complete

- 2) **NOTIFICATION REQUIRED TO:** Check those which apply.
- A. Offset operators or lease holders
 - B. Royalty, overriding royalty owners, revenue owners
 - C. Application requires published notice
 - D. Notification and/or concurrent approval by SLO
 - E. Notification and/or concurrent approval by BLM
 - F. Surface owner
 - G. For all of the above, proof of notification or publication is attached, and/or,
 - H. No notice required

3) **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Jaclyn M. McLean
Date

Print or Type Name

6/24/2025
Date

505-230-4410
Phone Number

Jaclyn M. McLean
Signature

Digitally signed by Jaclyn M. McLean
Date: 2025.06.24 06:04:58 -06'00'

jmclean@hardymclean.com
e-mail Address



June 24, 2025

VIA ONLINE FILING

Albert C.S. Chang
Division Director
Oil Conservation Division
Energy, Minerals and Natural Resources Department
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

**Re: Permian Resources Operating, LLC
Request for Administrative Approval of Unorthodox Well Location**

Ocotillo State Com 214H (API No. 30-015-55835)
E/2 of Section 6, Township 23 South, Range 26 East and the E/2 of Section 31, Township
22 South, Range 26 East, Eddy County, New Mexico
Purple Sage; Wolfcamp (Code 98220)

Dear Mr. Razatos,

In accordance with Division Rules 19.15.16.15(C)(6), Permian Resources Operating, LLC ("Permian Resources") (OGRID No. 372165) seeks administrative approval of an unorthodox well location for the Ocotillo State Com 214H well, in a 640.31 acre, more or less, standard horizontal spacing unit, comprised of the E/2 of Section 6, Township 23 South, Range 26 East and the E/2 of Section 31, Township 22 South, Range 26 East, Eddy County, New Mexico.

The location for the **Ocotillo State Com 214H** well is as follows:

- Surface Hole Location: 325' FSL and 1,204' FEL, Section 6, Township 23 South, Range 26 East
- First Take Point: 100' FSL and 990' FEL, Section 6, Township 23 South, Range 26 East
- Last Take Point: 100' FNL and 990' FEL, Section 31, Township 22 South, Range 26 East

125 Lincoln Avenue, Suite 223
Santa Fe, NM 87501
505-230-4410

HardyMcClean.com

Writer:
Jaclyn M. McLean
Managing Partner
jmclean@hardymcClean.com

Hardy McLean LLC
June 24, 2025

Page 2

- Bottom Hole Location: 100' FNL and 990' FEL, Section 31, Township 22 South, Range 26 East

The completed interval of the well will be unorthodox because it is located less than 330' from the north and south boundary line of the spacing unit. As explained in the engineering statement, included as **Exhibit A**, approval of the unorthodox, completed interval is necessary to allow Permian Resources to properly place stimulation energy, optimize pressure drawdown, and improve overall productivity of the wells. This will prevent waste and protect correlative rights.

Exhibit B is a Form C-102 showing the location of the Ocotillo State Com 214H well in relation to the offset tracts.

Exhibit C is a plat for Section 6, Township 23 South, and Section 31, Township 22 South, that shows the Ocotillo State Com 214H well in relation to the adjoining tracts/proposed spacing units. Permian Resources is the offset operator of all adjoining tracts and spacing units.

Exhibit D is a list that identifies all affected persons who were sent a copy of this application and attachments by certified mail advising that any objections must be filed in writing with the Division within 20 days from the date the Division receives the application, along with the date notice was sent, and a copy of the notice letter to affected persons.

Thank you for your attention to this matter. Please let me know if you require additional information.

Very truly yours,

HARDY McLEAN LLC

/s/ Jaclyn M. McLean
Jaclyn M. McLean

ATTORNEYS FOR PERMIAN RESOURCES
OPERATING, LLC



300 N. MARIENFELD STREET, SUITE 1000
MIDLAND, TX 79701

OFFICE 432.695.4222
FAX 432.695.4063

4/14/2025

Re: OCOTILLO STATE COM 214H

SHL: 1,204' FEL, 325' FSL of Section 6, T23S-R26E

FTP: 990' FEL, 100' FSL of Section 6, T23S-R26E

LTP: 990' FEL, 100' FNL of Section 31, T22S-R26E

BHL: 990' FEL, 100' FNL of Section 31, T22S-R26E

Eddy County, New Mexico

To Whom It May Concern,

Permian Resources Operating, LLC ("Permian") respectfully requests administrative approval on a non-standard location for the Ocotillo State Com 214H. The Ocotillo State Come 214H well is located in the Purple Sage; Wolfcamp (Gas) pool (98220) and has a First Take Point and Last Take Point 100' from the North and South line of the spacing unit so that Permian can maintain optimal well spacing of the development of the wells in this section. Placing the wells within the 330' setback required for Purple Sage; Wolfcamp (Gas) pool (98220) wells is necessary for Permian to properly place stimulation energy, and optimize pressure drawdown. Therefore, Permian respectfully requests approval of this non-standard location as it will create cost efficiencies, prevent waste, and protect correlative rights.

Sincerely,

A handwritten signature in black ink that reads "Dustin Van Brunt".

Dustin Van Brunt

Sr. Staff Reservoir Engineer

Permian Resources Operating, LLC

EXHIBIT A

EXHIBIT B

C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION	Revised July 9, 2024
		Submittal Type: <input checked="" type="checkbox"/> Initial Submittal <input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled

WELL LOCATION INFORMATION

API Number 30-015-55835	Pool Code 98220	Pool Name Purple Sage; Wolfcamp
Property Code	Property Name OCOTILLO STATE COM	Well Number 214H
OGRID No. 372165	Operator Name PERMIAN RESOURCES OPERATING, LLC	Ground Level Elevation 3,411.04'
Surface Owner: <input checked="" type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input type="checkbox"/> Federal		Mineral Owner: <input checked="" type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
P	6	23S	26E		325' FSL	1,204' FEL	32.327161°	-104.328258°	EDDY

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
A	31	22S	26E		100' FNL	990' FEL	32.355566°	-104.327103°	EDDY

Dedicated Acres 640.31	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
Order Numbers.			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
P	6	23S	26E		325' FSL	1,204' FEL	32.327161°	-104.328258°	EDDY

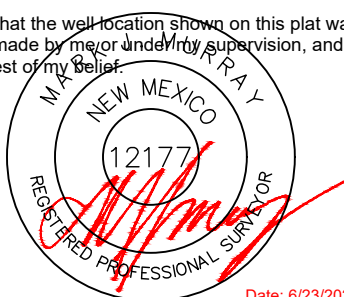
First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
P	6	23S	26E		100' FSL	990' FEL	32.326546°	-104.327617°	EDDY

Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
A	31	22S	26E		100' FNL	990' FEL	32.355566°	-104.327103°	EDDY

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation:
---	---	-------------------------

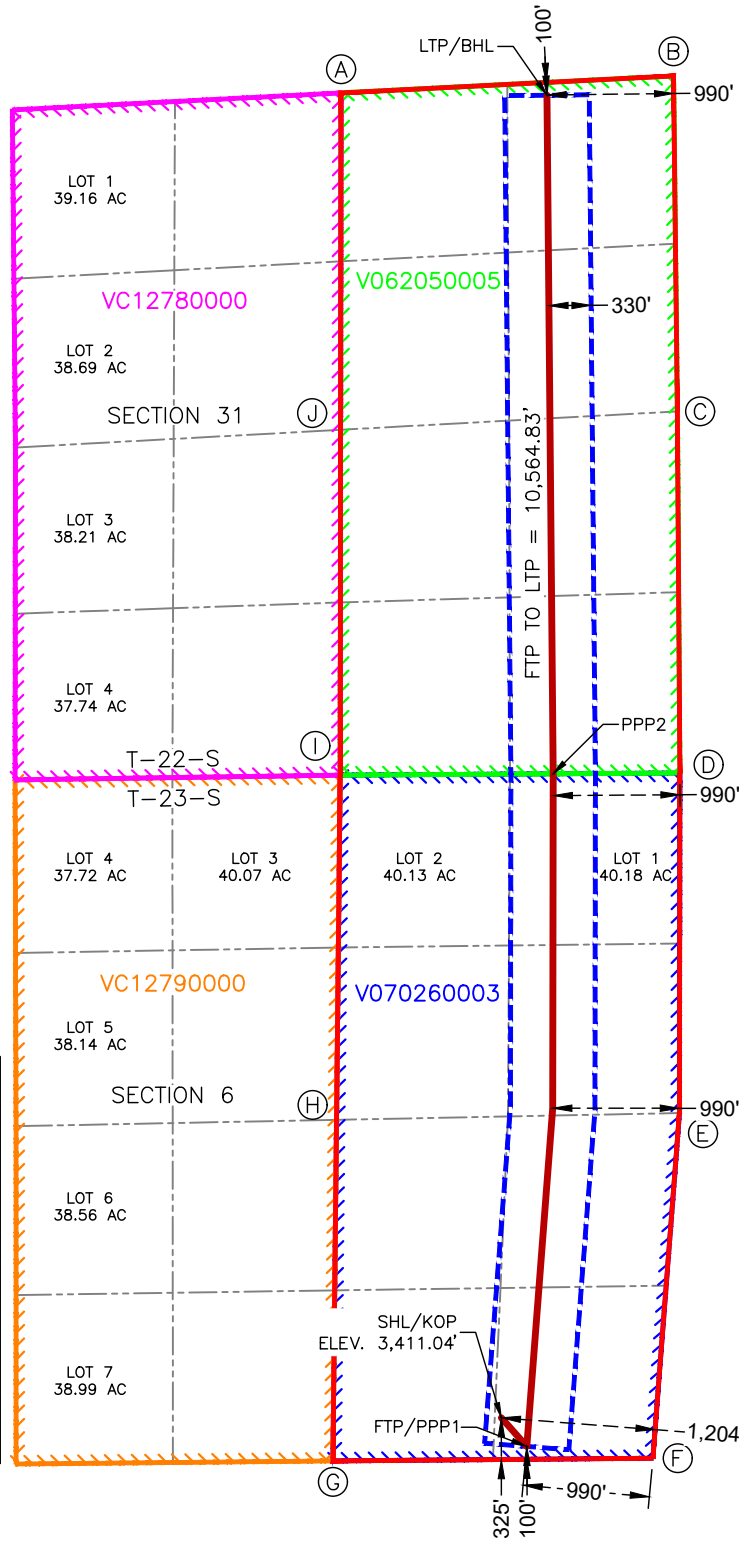
<p>OPERATOR CERTIFICATIONS</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and, if the well is a vertical or directional well, that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p>If this well is a horizontal well, I further certify that this organization has received the consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.</p>	<p>SURVEYOR CERTIFICATIONS</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <div style="text-align: center;">  <p>Date: 6/23/2025</p> </div>	
Signature _____ Date _____	Signature and Seal of Professional Surveyor	
Printed Name _____	Certificate Number 12177	Date of Survey 6/23/2025
Email Address _____		

Note: No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

ACREAGE DEDICATION PLATS

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.



SURFACE HOLE LOCATION & KICK-OFF POINT
 325' FSL & 1,204' FEL
 ELEV. = 3,411.04'
 NAD 83 X = 542,905.33'
 NAD 83 Y = 482,753.41'
 NAD 83 LAT = 32.327161°
 NAD 83 LONG = -104.328258°
 NAD 27 X = 501,723.96'
 NAD 27 Y = 482,695.08'
 NAD 27 LAT = 32.327045°
 NAD 27 LONG = -104.327752°

FIRST TAKE POINT & PENETRATION POINT 1
 100' FSL & 990' FEL
 NAD 83 X = 543,103.20'
 NAD 83 Y = 482,529.82'
 NAD 83 LAT = 32.326546°
 NAD 83 LONG = -104.327617°
 NAD 27 X = 501,921.82'
 NAD 27 Y = 482,471.50'
 NAD 27 LAT = 32.326430°
 NAD 27 LONG = -104.327112°

PENETRATION POINT 2
 0' FSL & 990' FEL
 NAD 83 X = 543,309.52'
 NAD 83 Y = 487,785.00'
 NAD 83 LAT = 32.340992°
 NAD 83 LONG = -104.326948°
 NAD 27 X = 502,128.25'
 NAD 27 Y = 487,726.51'
 NAD 27 LAT = 32.340876°
 NAD 27 LONG = -104.326442°

LAST TAKE POINT & BOTTOM HOLE LOCATION
 100' FNL & 990' FEL
 NAD 83 X = 543,261.40'
 NAD 83 Y = 493,086.64'
 NAD 83 LAT = 32.355566°
 NAD 83 LONG = -104.327103°
 NAD 27 X = 502,080.26'
 NAD 27 Y = 493,028.01'
 NAD 27 LAT = 32.355449°
 NAD 27 LONG = -104.326597°

HSN CORNER COORDINATES NEW MEXICO EAST - NAD 83	
POINT	NORTHING/EASTING
A	N:493,104.53' E:541,652.80'
B	N:493,237.30' E:544,249.71'
C	N:490,616.36' E:544,280.33'
D	N:487,791.29' E:544,299.50'
E	N:485,134.60' E:544,296.17'
F	N:482,438.22' E:544,089.08'
G	N:482,416.92' E:541,589.13'
H	N:485,081.63' E:541,617.38'
I	N:487,774.42' E:541,645.94'
J	N:490,472.66' E:541,649.41'

OCOTILLO STATE COM 214H

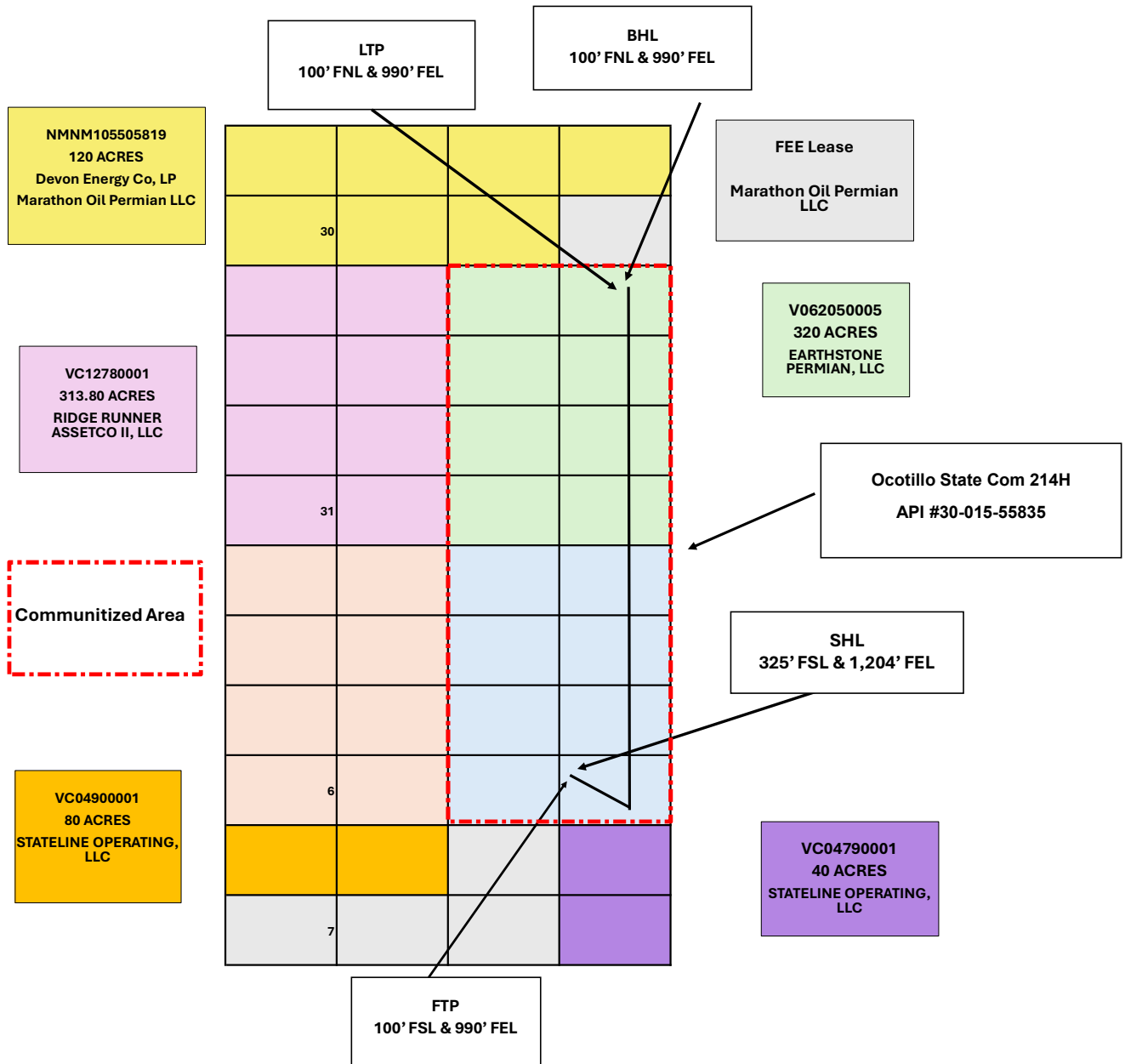


EXHIBIT C

Notice List - Ocotillo State Com 214H:

Stateline Operating, LLC
777 Main Street, Suite 3600
Fort Worth, TX 76102
Date Notice Sent: 6/24/2025
Tracking Number: 9414836208551284084165

Marathon Oil Permian, LLC
990 Town and Country Blvd
Houston, TX 77024
Date Notice Sent: 6/24/2025
Tracking Number: 9414836208551284084196

Ridge Runner Assetco II, LLC
20405 State Hwy 249, Suite 820
Houston, TX 77070
Date Notice Sent: 6/24/2025
Tracking Number: 9414836208551284084219

Devon Energy Co, LP
333 West Sheridan Avenue
Oklahoma City, OK 73102
Date Notice Sent: 6/24/2025
Tracking Number: 9414836208551284084233

New Mexico State Land Office
310 Old Santa Fe Trail
Santa Fe, NM 87504
Date Notice Sent: 6/24/2025
Tracking Number: 9414836208551284084288

EXHIBIT D



June 24, 2025

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED

TO: ALL AFFECTED PERSONS

**Re: Permian Resources Operating, LLC
Request for Administrative Approval of Unorthodox Well Locations**

Enclosed are copies of administrative applications requesting approval of unorthodox well locations for Permian Resources Operating, LLC's ("Permian Resources") Ocotillo State Com 214H and 213H wells. Administrative applications for the unorthodox well locations were filed with the New Mexico Oil Conservation Division on this date. Any objection to this application must be filed in writing within twenty (20) days from the date this application is received by the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. If no objection is received within this twenty-day period, this application may be approved administratively by the Division.

If you have any questions about these applications, please contact Daniel Koury, Senior Landman at Permian Resources – Daniel.Koury@permianres.com.

Sincerely,

HARDY MCLEAN LLC

/s/ Jaclyn M. McLean

Jaclyn M. McLean

ATTORNEYS FOR PERMIAN RESOURCES
OPERATING, LLC

125 Lincoln Avenue, Suite 223
Santa Fe, NM 87501
505-230-4410

HardyMclean.com

Writer:
Jaclyn M. McLean
Managing Partner
jmclean@hardymclean.com

Sante Fe Main Office
Phone: (505) 476-3441

General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/ocd/contact-us>

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 478157

CONDITIONS

Operator: Permian Resources Operating, LLC 300 N. Marienfeld St Ste 1000 Midland, TX 79701	OGRID: 372165
	Action Number: 478157
	Action Type: [UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	6/24/2025