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

APPLICATIONS OF COLGATE PRODUCTION, LLC TO EXTEND TIME TO COMMENCE DRILLING OPERATINGS, EDDY COUNTY, NEW MEXICO.

CASE NO. 24753 ORDER NO. R-22847

PRE-HEARING STATEMENT

Colgate Production, LLC ("Colgate" or "Applicant") submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPLICANT ATTORNEYS

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INTERESTED PARTIES

ATTORNEY

None.

STATEMENT OF THE CASE

Colgate requests a one-year extension of time, until August 25, 2025, to commence drilling the wells authorized by Order No. R-22837. The Division issued Order No. R-22837 in Case No. 23640 on August 25, 2023, which approved a 320-acre, more or less, standard horizontal spacing unit comprised of the N/2 N/2 of Sections 9 and 10, Township 20 South, Range 28 East, Eddy County, New Mexico ("Unit"); designated Permian Resources Operating, LLC (OGRID No.

372165) as operator of the Unit; and dedicated the Unit to the Koala 9 Fed Com 111H, Koala 9 Fed Com 121H, and Koala 9 Fed Com 131H wells ("Wells"). Permian Resources requests an extension of time to drill the Wells so that the wells in the Second Bone Spring formation can be uniformly developed with projects in offset acreage to the South. Permian Resources plans to develop the Second Bone Spring wells in Sections 9, 10, 15, and 16 in tandem to mitigate parent-child well effects, which would lead to a decrease in ultimate recovery and waste. Allowing Permian Resources an additional year to commence drilling the Wells will lead to greater efficiency in recovery, thus preventing waste and protecting correlative rights. Good cause exists for the requested extension.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Travis Macha	Landman, New	Affidavit	Approx. 2
	Mexico Land Lead		

PROCEDURAL MATTERS

Applicant intends to present this case by affidavit if there is no opposition to its application.

Respectfully submitted,

HINKLE SHANOR LLP

/s/ Dana S. Hardy

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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

Action 374171

QUESTIONS

Operator:	OGRID:
Permian Resources Operating, LLC	372165
300 N. Marienfeld St Ste 1000	Action Number:
Midland, TX 79701	374171
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony			
Please assist us by provide the following information about your testimony.			
Number of witnesses	Not answered.		
Testimony time (in minutes)	Not answered.		