

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

**APPLICATION OF PERMIAN RESOURCES
OPERATING, LLC TO EXTEND TIME TO
COMMENCE DRILLING OPERATIONS AND
POOL ADDITIONAL INTERESTS UNDER
ORDER NO. R-22960, EDDY COUNTY,
NEW MEXICO.**

**CASE NO. _____
ORDER NO. R-22960**

APPLICATION

Permian Resources Operating, LLC (OGRID No. 372165) (“Applicant”) files this application with the Oil Conservation Division (“Division”) requesting a one-year extension of time to commence drilling operations and to pool additional interests under Order No. R-22960 (“Order”). In support of this application, Applicant states the following.

1. The Division entered the Order in Case No. 23816 on December 1, 2023.
2. The Order pooled uncommitted interests in the First and Third intervals of the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the N/2 N/2 of Sections 35 and 36, Township 19 South, Range 29 East, Eddy County, New Mexico (“Unit”) and dedicated the Unit to the Ironhorse 35-36 Fed State #131H well (“Well”).
3. The Order designated Applicant as operator of the Unit and Well.
4. The Order requires Applicant to commence drilling the Well within one (1) year of the date of the Order unless Applicant obtains a time extension from the Division Director for good cause shown.
5. Applicant’s ability to commence drilling the Well has been impacted by changes in its development plan and the need to co-develop this unit with offset acreage.

6. Accordingly, Applicant requests that the Division extend the deadline to commence drilling the Well until December 1, 2025.

7. Good cause exists for the requested extension.

8. Additionally, since the Order was entered, Applicant has identified additional uncommitted interests in the Unit that have not been pooled under the terms of the Order.

9. Applicant has undertaken diligent, good-faith efforts to obtain voluntary agreements from the additional interest owners but has been unable to obtain voluntary agreements from the owners.

10. In order to allow Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, the additional interests should be pooled into the Unit pursuant to the terms of the Order.

WHEREFORE, Applicant requests this application be set for hearing before an Examiner of the Division on October 3, 2024, and, after notice and hearing, the Division extend the deadline to commence drilling the Well under the Order until December 1, 2025, and pool the additional uncommitted interests into the Unit pursuant to the terms of Division Order No. R-22960.

Respectfully submitted,

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