

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON Governor Joanna Prukop Cabinet Secretary

April 14, 2003

Lori Wrotenbery Director Oil Conservation Division

Mr. Scott Hall Miller Stratvert Law Firm Attorneys at Law Post Office Box 1986 Santa Fe, New Mexico 87504-1986

Dear Mr. Hall:

Based upon the reasons stated in your letter of April 14, 2003, and in accordance with the provisions of Division Order No. R-11896, Permian Resources, Inc. is hereby granted an extension of time until July 31, 2003, in which to commence drilling the well pooled by this order.

Sincerely,

stenberg LORI/WROTENBERY

Division Director

fd/

cc: Case No. 12953 OCD – Hobbs

MILLER STRATVERT P.A.

LAW OFFICES

RANNE B. MILLER ALICE T. LORENZ GREGORY W. CHASE STEPHAN M. VILLIAMS STEPHAN M. VILLIAMS SETH V. BINGHAM TIMOTHY R. BRIGGS RUDOLPH LUCERO DEBORAH A. SOLOVE GARY L. GORDON LAWRENCE R. WHITE SHARON P. GROSS VIRGINIA ANDERMAN MARTE D. LIGHTSTONE J. SCOTT HALL* THOMAS R. MACK

WILLIAM K. STRATVERT JAMES B. COLLINS

COUNSEL

THOMAS M. DOMME RUTH O. PREGENZER JEFFREY E. JONES ROSS B. PERKAL JAMES J. WIDLAND BRADLEY D. TEPPER** ROBIN A. GOBLE JAMES R. WOOD DANA M. KYLE KIRK R. ALLEN RUTH FUESS H. BROOK LASKEY KATHERINE W. HALL PAULA G. MAYNES MICHAEL C. ROSS CARLA PRANDO

***licensed in Texas only

JENNIFER L. STONE GARY RISLEY

M. DYLAN O'REILLY JENNIFER D. HALL

JENNIFER L. OLSON

TODD A. SCHWARZ

NELL GRAHAM SALE SCOTT P. HATCHER

LEONARD D. SANCHEZ

TIMOTHY L. BUTLER MICHELLE K. OSTRYE***

CAROLINE BLANKENSHIP

MATTHEW S. RAPPAPORT

KELSEY D. GREEN

MARCY BAYSINGER DAVID J. MARTIN ALBUQUERQUE, NM

500 MARQUETTE NW, SUITE 1100 P.O. BOX 25687 (87125-0687) ALBUQUERQUE, NM 87102 TELEPHONE: (505) 842-1950 (800) 424-7585 FACSIMILE: (505) 243-4408

FARMINGTON, NM

300 WEST ARRINGTON, SUITE 300 P.O. BOX 869 (87499-0869) FARMINGTON, NM 87401 TELEPHONE: (505) 326-4521 FACSIMILE: (505) 325-5474

SANTA FE, NM

150 WASHINGTON AVE., SUITE 300 P.O. BOX 1986 (87504-1986) SANTA FE, NM 87501 TELEPHONE: (505) 989-9614 FACSIMILE: (505) 989-9857

LAS CRUCES, NM

23 1 6 2003

CIL CONCERVATION

LINEON

1125 SOUTH MAIN ST., SUITE B P.O. BOX 1209 (88004-1209) LAS CRUCES, NM 88005 TELEPHONE: (505) 523-2481 FACSIMILE: (505) 526-2215

PLEASE REPLY TO SANTA FE

• NEW MEXICO BOARD OF SPECIALIZATION RECOGNIZED SPECIALIST IN NATURAL RESOURCES - OIL & GAS LAW •• NEW MEXICO BOARD OF SPECIALIZATION RECOGNIZED SPECIALIST IN REAL ESTATE LAW

April 14, 2003

VIA FACSIMILE

Lori Wrotenbery, Director New Mexico Oil Conservation Division 1220 South St. Francis Santa Fe, New Mexico 87505

> Re: NMOCD Case No. 12953; Application of Permian Resources, Inc. for Compulsory Pooling, Unorthodox Well Location, Designation of Special Project Area, and Simultaneous Dedication, Lea County, New Mexico; Order No. R-11896.

Dear Ms. Wrotenbery:

On behalf of Permian Resources, Inc., we respectfully request a ninety-day extension of time in which to commence drilling operations under the terms of the compulsory pooling order referenced above.

Presently, Permian Resources must commence the drilling of the Chambers No. 2 well on or before April 30, 2003. However, the drilling rig which Permian has contracted for this project has encountered delays on another location and is not expected to become available by the April 30th deadline. Accordingly, Permian requests that Order No. R-11896 be extended to July 31, 2003.

Thank you for your consideration of this request.

Very truly yours,

MILLER STRATVERT P.A.

1. I wy dall

J. Scott Hall