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

IN THE MATTER OF THE APPLICATION OF PERMIAN **RESOURCES, INC. FOR COMPULSORY POOLING,** UNORTHODOX WELL LOCATION, DESIGNATION OF A SPECIAL PROJECT AREA, AND SIMULTANEOUS DEDICATION, LEA COUNTY, NEW MEXICO

CASE NO. 12953

# AFFIDAVIT

STATE OF NEW MEXICO) ) ss. COUNTY OF SANTA FE

J. SCOTT HALL, attorney in fact and authorized representative of Permian Resources, Inc., the Applicant herein, being first duly sworn, upon oath, states that the notice provisions of Rule 1207 of the New Mexico Oil Conservation Division have been complied with, that Applicant has caused to be conducted a good faith diligent effort to find the correct addresses of all interested persons entitled to receive notice, as shown by Exhibit "A" attached hereto, and that pursuant to Rule 1207, notice has been given at the correct addresses provided by such rule.

1. I ven de J. SCOTT HALI

SUBCRIBED AND SWORN to before me this 23rd day of October, 2002.

Virginia L. Boll stary Public

OFFICIAL SEAL ssion Expires: Bell NOTARY PUBLIC Commission Expires:

PERMIAN RESOURCES NMOCD CASE # 12953 October 24, 2002 Exhibit No. 7./.

Address
James I. Holden, Jr.
2250 Havensridge Drive
Colorado Springs, CO 80920
David Marshall
c/o Nancy Fox
16 Auriell Drive
Colchester, VT 05446
Nancy Fox
16 Aurielle Drive
Colchester, Vermont 05446
Ms. Mary Van Wyk
7562 S. University
Littleton, Colorado 80122
Sotirios Papadopoulos
Lot 4, Whitebread Place
North Rocks 2151
Sydney, Australia
Sotirios Rallis
General Delivery
Silivena Eqialias, Greece
Andrei Rallis
29 Victory Street
Rose Bay
Sydney 2023 NSW
Australia
Miriam P. Christopher
566 Willow Road
Winnetka, Illinois 60093-4138

.

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

IN THE MATTER OF THE APPLICATION OF PERMIAN RESOURCES, INC. FOR COMPULSORY POOLING, UNORTHODOX WELL LOCATION, DESIGNATION OF A SPECIAL PROJECT AREA, AND SIMULTANEOUS DEDICATION, LEA COUNTY, NEW MEXICO

CASE NO.

# APPLICATION

PERMIAN RESOURCES, INC., by its undersigned attorneys, Miller, Stratvert & Torgerson, P.A., (J. Scott Hall) hereby makes application pursuant to *inter alia* NMSA 1978 Section 70-2-17 (1995) for an order providing as follows:

1. For the compulsory pooling of all interests in the Strawn formation, (Northeast Shoe Bar-Strawn Oil Pool), underlying the S/2 SE/4 of Section 7;

- 2. The designation of an 80-acre Special Project Area pursuant to Division Rule 111 A(9) consisting of the S/2 SE/4 of Section 7 for its directionally drilled well;
- 3. For an exception to the well locational requirements of Division Rule 104 for the drilling of its proposed Chambers No. 2 well at an unorthodox well location; and

4. For the simultaneous dedication of production from the Applicant's Chambers No. 1 well and its proposed Chambers No. 2 well, both located in the SE/4 of Section 7.

In support thereof, Applicant would show the Division:

1. Applicant owns or controls one-hundred percent of the available working interests in and under the S/2 SE/4 of Section 7, and has the right to drill thereon.

2. Applicant has been unable to obtain leases or voluntary agreement for pooling or farmout from certain other mineral interest owners in the Strawn formation underlying the S/2 SE/4 of said Section 7.

3. The Strawn formation reserves that are the target of Applicant's proposed well cannot be efficiently accessed from a straight-hole well drilled at a standard location on the S/2 SE/4 of Section 7.

4. Applicant proposes to dedicate the pooled unit to its Chambers No. 2 well to be drilled from an unorthodox surface location 1000 feet from the South line and 1, 100 feet from the East line in the SE/4 SE/4 of Section 7 (Unit P) to an unorthodox Strawn formation bottom hole location 950 feet from the South line and 1,500 feet from the East line in the SW/4 SE/4 (Unit O) of Section 7 to a depth sufficient to test the Strawn formation (Northeast Shoe Bar-Strawn Oil Pool). Applicant anticipates the well will first encounter the Strawn formation at a location approximately 1,000 feet from the South line and 1025 feet from the East line in the SE/4 SE/4 (Unit P) of Section 7, from which point the well will be directionally drilled to the bottom hole location referenced above.

5. The directional drilling of the well in this manner is the most efficient means available to encounter and produce the Strawn formation reserves believed to underlie the S/2 SE/4 of Section 7.

6. Applicant also proposes to complete the Chambers No. 2 well in the Wolfcamp formation (North Shoe Bar Wolfcamp Oil Pool) at an unorthodox location for that pool approximately 950 feet from the South line and 1500 feet from East line of Section 7.

7. Applicant operates the Chambers No. 1 well (API No. 30-025-24617) completed at a standard location 555 feet from the South line and 2085 feet from the East line of Section 7 (Unit O) currently producing from the Wolfcamp formation (North Shoe

Bar Wolfcamp Oil Pool). Applicant proposes the simultaneous dedication of the Wolfcamp formation to both the Chambers No. 1 and the Chambers No. 2 well.

8. In order to permit the Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, the mineral interests should be pooled and Applicant should be designated operator of the well.

9. The pooling of interests and approval of the unorthodox well location will afford the Applicant the opportunity to produce its just and equitable share of hydrocarbons underlying the spacing unit, will avoid the drilling of unnecessary wells, will prevent waste and will protect correlative rights.

WHEREFORE Applicant requests that this Application be set for hearing before a duly appointed examiner of the Oil Conservation Division on October 24, 2002 and that after notice and hearing as required by law, the Division enter its Order providing as follows:

1. Authorizing the creation of an 80-acre Special Project Area pursuant to Division Rule 111 A(9) consisting of the following lands in Section 7: S/2 SE/4;

2. Approving the unorthodox well locations;

3. Pooling the S/2 SE/4 of Section 7, including provisions designating Applicant as Operator, and for Applicant to recover its costs of drilling, equipping and completing the well, its costs of supervision while drilling and after completion, including overhead charges and providing for adjustments to such rates in accordance with accepted COPAS accounting procedures, and imposing a 200% risk factor for the risk assumed by the Applicant in drilling, completing and equipping the well;

4. Approving the simultaneous dedication of production from the Wolfcamp formation (North Shoe Bar Wolfcamp Pool) from Applicant's Chambers No. 1 well and its proposed Chambers No. 2 well; and

5. Making such other and further provisions as the Division deems appropriate.

By

MILLER, STRATVERT & TORGERSON, P.A.

1. I win - Jull

J. Scott Hall Attorneys for Permian Resources, Inc. Post Office Box 1986 Santa Fe, New Mexico 87504-1986 (505) 989-9614

### MILLER, STRATVERT & TORGERSON, P.A. LAW OFFICES

HANGE TIME W W. CHA L WELLA R.M. VIDMAR CONCE B A BOLOME CER. WHITE 6 P. G 10 A ANDERMAN TED. LIGHTSTONE COTT HALL S R. MACK RIS. BEACH MAS M. DOM RUTH 0. PR GEIZER E JON 

, ¥

GON S LA.WOOD NE KYLE WITH PUESS KYLEM. FI HCH OOKTARE EW: HA COL MAY C. 80 C DEANDO EIC BLA R L. STON W.M. SANCHEZ LAN O'REALY R D. HALL TODD A. SCHWARZ A. COLEMAN TIMOTHY L. BUTLER

COUNSEL ROBE & PERKAL JAMES J. WIDLAND BRADLEY D. TEPPER\*\* GARY ROLEY MEL GRAHAM SALE

<u>OF COUNSEL</u> WILLIAM K. STRATVERT JAMES B. COLLINS ALBUQUERQUE, NM

500 MARQUETTE NW, SUITE 1100 P.O. BOX 25687 (87125-0887) 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: (506) 326-4521 FACSIMILE: (506) 325-5474 SANTALEE, NM 150 WASHINGTON AVE SUITE 300 P.C. BORTON MARK STOT SANTA RELING STOT TELENTING WORK SOLATIA FACSING FORM AND ONLY

LAS CRUCES, NM 125 SOUTH MAIN ST., SUITE B

P.O. BOX 1208 (88004-1209) LAS CRUCER, IMA 88006 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

October 3, 2002

# CERTIFIED MAIL/RETURN RECEIPT REQUESTED Miriam P. Christopher 566 Willow Road

2

Winnetka, Illinois 60093-4138

Re: NMOCD Case No. \_\_\_\_\_; Application of Permian Resources, Inc. for Compulsory Pooling, Designation of a Special Project Area, Unorthodox Well Location and Simultaneous Dedication, Lea County, New Mexico

Dear Ms. Christopher:

Please be advised that Permian Resources, Inc. has filed an Application with the New Mexico Oil Conservation Division for an order pooling all mineral interests in the Strawn formation, Northeast Shoe Bar-Strawn Oil Pool, underlying the S/2 SE/4 of Section 7, Township 16 South, Range 36 East, to form a standard 80-acre spacing and proration unit to be dedicated to Applicant's Chambers No. 2 well. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of Permian Resources, Inc. as operator of the well and a charge for risk involved in drilling said well. Applicant further seeks approval to designate the referenced unit as a Special Project Area for the directional drilling of its well from an unorthodox surface location 1000 feet from the South line and 1,100 feet from the East line to an unorthodox bottom hole location 950 feet from the South line and 1,025 feet from the East line in the SW/4 SE/4 (Unit O) of said Section 7 to a depth sufficient to test the Strawn and Wolfcamp formations. Applicant further proposes the simultaneous dedication of Wolfcamp production from the Chambers No. 2 well and the Chambers No. 1 well located in the SW/4 SE/4 of Section 7. A copy of the Application is enclosed.

# 

~

·新 开 478.2% CORE CORE 18000 ಂ ನಿವಿಧ ಕಿಂಡಿಕೆಯ ನಿಷ್ಠಾನ ಅಧಿಕಾರ ಕಾಂಡ ಎಂದರ್ ನಾಡ್ಕಾರಿ ಸ್ಥಾನ ವಿಧಾನ ಕಾಂಕ ಕಾರ್ಮನ್ ಎಂದು ಕಾಂಕ ಕಾರ್ಮನ್ 2.079 - 3.367 -an a Brailte thorn th ÷ . . the second in مر به ¥4. 3-. e e 1-23-11 M. PROLET PAR sere i so - . -٠, . .

1 C

.

ĩ

October 3, 2002 Page 2

Permian Resources' Application is set for hearing before a Division Examiner at 8:15 a.m. on Thursday, October 24, 2002 at the NMOCD's offices located at 1220 South St. Francis Drive in Santa Fe, New Mexico. You have the right to appear at the hearing and participate in the case. Failure to appear at the hearing will preclude you from contesting this matter at a later date.

Very truly yours,

MILLER, STRATVERT & TORGERSON, P.A.

1. I wer dall

J. Scott Hall

OCLESSOR Amerika

Persis - Recourses' and a first with a first warge before - Element of SIT at self-minister - receive 24. 2012 and 2010 Sections located at 1220 South St. Famely Links a Seate Fe. Here Mandes Powissive 2016 to appear at the heating and pairicipale in the case. Fabres - seate to the heat of will work in a subform contesting this matter s. take date.

### MILLER, STRATVERT & TORGERSON, P.A. LAW OFFICES

LANC. TO CET.LO DORY W. CHA STEPHEN M. WILLIAMS HARA OTHY R. B KPH LUCIDA NAH A. SOLOVE BARY L. BORDON ICE R. WHITE SHANON P. GROBS VINSIMA ANDERMAN MARTE D. LIGHTSTONE L SCOTT HALL THOMAS & MACK TERRIS. BEACH THOMAS M. DOMME UTH O. PR BOTE IY E. JOHNER

A. GOBLE DAMA M. KYRE KINK R. ALLEN RUTH FLERS KYLEM. PINCH H. BROOK LASKEY EW, HALL KATI PALE A.C. MANY CARCA PRANDO ETE. BLACKETT KAT FER L. STONE EW M. SANCHEZ 4. DYLAN O'RELLY B D. HALL HER L. OLSON TODD A. SCHWARZ TIMOTHY L. BUTLER

ROSS & PERKAL ES J. WIDLAND SRADLEY D. TEPPER\*\* GARY NELEY NELL GRAHAM SALE

COUNSEL

OF COUNSEL WELLANS K. STRATVERT JAMES & COLLINS

ALBUQUERQUE, NM

500 MARQUETTE NW, SUITE 1100 P.O. BOX 25587 (87125-0687) ALBUQUERCIJE, NM 87102 TELEPHONE: (505) 842-1950 (800) 424-7585 FACSIMILE: (505) 243-4408

#### FARMINGTON, NM

300 WEST ARRINGTON, SUITE 300 P.O. BOX 859 (87499-0889) FARMINGTON, NM 87401 TELEPHONE: (506) 326-4521 FACSIMILE: (505) 325-5474

#### SANTA FE. NM

150 WASHINGTON AVE., SUITE 300 P.O. BOX 1996 (\$7504-1986) SANTA FE, NM 87501 TELEPHONE (\$059,989-9614 FACSIME E: (\$06) 989-9857

#### LAS CRUCES, NM

1125 SOUTH MAIN ST., SUITE B. P.O. BOX 1200 (88004-1209) LAS CRUCES, NM 88006 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

October 3, 2002

# **REGISTERED MAIL/RETURN RECEIPT REQUESTED** Andrei Rallis 29 Victory Street Rose Bay Sydney 2023 NSW Australia

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

Dear Mr. Rallis:

Please be advised that Permian Resources, Inc. has filed an Application with the New Mexico Oil Conservation Division for an order pooling all mineral interests in the Strawn formation, Northeast Shoe Bar-Strawn Oil Pool, underlying the S/2 SE/4 of Section 7, Township 16 South, Range 36 East, to form a standard 80-acre spacing and proration unit to be dedicated to Applicant's Chambers No. 2 well. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of Permian Resources, Inc. as operator of the well and a charge for risk involved in drilling said well. Applicant further seeks approval to designate the referenced unit as a Special Project Area for the directional drilling of its well from an unorthodox surface location 1000 feet from the South line and 1,100 feet from the East line to an unorthodox bottom hole location 950 feet from the South line and 1,025 feet from the East line in the SW/4 SE/4 (Unit O) of said Section 7 to a depth sufficient to test the Strawn and Wolfcamp formations. Applicant further proposes the simultaneous dedication of Wolfcamp production from the Chambers No. 2 well and the Chambers

# A TORONO ANTANYA ANTANA ANT

ANTA PATA	MH JUDSELOUEL		1.200 A 7538	tions a wear
NE 374-41344 40000442434 22 NE 375-406 (1994) NE 375-406 (1994) NE 364 214 NE 364 200 NE 364 2000	194 TTUR LON TT BURNIN COR SSTUDIES IN TERMIN COR 1971 DR 1975 ACR 1 2 1971 DR 1975 ACR 1975 ACR 1975 ACR 1975 ACR 1975 ACR 2014 SSE (209) LINESS	1944 - 444 427 1 - 1944 1966 - 1975 - 1974 1974 - 1975 - 1975 1974 - 1975 - 1975 1975 - 1975 - 1975 - 1975 1975 - 1975 - 1975 - 1975 1975 - 197	30224"3 27420; 1742,54 9:00. 2742,54 9:00. 3747,54 9:00. 3747,54 9:00. 3747,54 9:00. 3447,54 9:00. 3447,54 9:00.	
14. 2500AC P.4.	1997) 1997: San	<u>بې د دې د ۲۳۵ کې کې کې د د د</u> د د د د وړ د ۲۰۰۰ کې د ۲۰۰۰ کې د ۲۰۰۰ کې د ۲۰۰۰ کې	CARDA CARDANA COMPANYA CARDA COMPANYA CARDA COMPANYA CARDA COMPANYA CARDA COMPANYA CARDA	
A CONTRACTOR CONTRAC	and states as the second se		ante da como en el como en el como en el como e en el como en	

and a state of the state of th

• • • •

**N** .

.

October 3, 2002 Page 2

No. 1 well located in the SW/4 SE/4 of Section 7. A copy of the Application is enclosed. 

Permian Resources' Application is set for hearing before a Division Examiner at 8:15 a.m. on Thursday, October 24, 2002 at the NMOCD's offices located at 1220 South St. Francis Drive in Santa Fe, New Mexico. You have the right to appear at the hearing and participate in the case. Failure to appear at the hearing will preclude you from contesting this matter at a later date.

Very truly yours,

. . . .

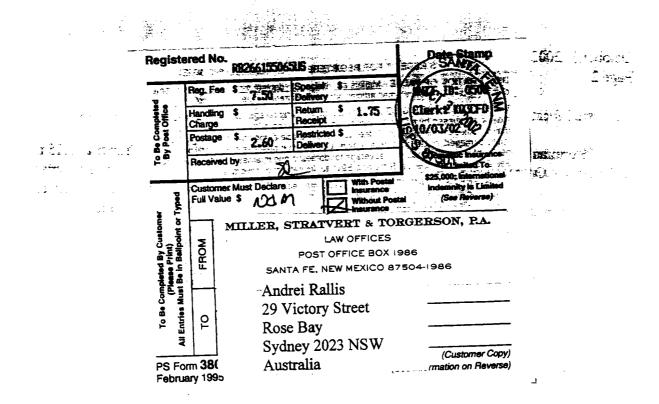
and and a second se Second second

£ .

MILLER, STRATVERT & TORGERSON, P.A.

1. I win theel

J. Scott Hall



# MILLER, STRATVERT & TORGERSON, P.A.

LAW OFFICES

NE B. MILLER ALAN C. TONGER ALICE T. LONENZ GREGORY W. CHASE STEPHEN M. WILLIAM STREMAN M. VIDAGAR MOHAME ETH V. D TIMOTHY R. B KIDOLPH LUCI 0 BORAH A. SCEOVE ARY L CORDON ENCE R. WHITE LAW SHARON P. GROSS. MARTE D. LIGHTSTONE L SCOTT HALL THOMAS R. MACK TERRI S. BEACH THOMAS M. DOMME NUTH O. PREGENZER JEFFREY E. JONES

N A. GOBL HAMPE'R WOOD DANA M. KYLE KINK & ALLEN **NUTH FUESS** KYLEM, FINCH OOK LAS KATÍ E WEIMAN . PAULA & MAY CHARL C. R KA PRANDO FIE BLACKETT KATH IFER L. STORE ILLY DYLAN O'R PER D. HALL IR L. OLSON TODD A. SCHWARZ ULIE A. COLEMAN TIMOTHY L. BUTLER

ROSE E. PERKAL JAMES J. WIDLAND BRADLEY D. TEPPER\*\* GARY NISLEY NELL GRAHAM SALE

COUNSEL

OF COLINER.

ALBUQUERQUE, NM

500 MARQUETTE NW, SUITE 1100 P.O. BOX 25687 (87125-0687). ALBUOUERONE, NM 87102 TELEPHONE: (505) 842-1950 (800) 424-7585 FACSIMILE: (506) 243-4408

FARMINGTON, NM

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

#### SANTA FE, NM

150 WASHINGTON AVE., SUITE 300 P.O. BOX 1896 (57504-1986) SANTA FE, MA 87501 TELEPHONE: (505) 989-9614 FACSIMILE: (505) 989-9857

#### LAS CRUCES, NM

1125 SOUTH MAIN ST., SUITE B P.O. BOX 1209 (88004-1209) LAS CRUCES, NM 88005 TELEPHONE: (505) 523-2481 FACSIMILE: (506) 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

October 3, 2002

# REGISTERED MAIL/RETURN RECEIPT REQUESTED

Sotirios Rallis General Delivery Silivena Eqialias, Greece

> Re: NMOCD Case No. \_\_\_\_\_; Application of Permian Resources, Inc. for Compulsory Pooling, Designation of a Special Project Area, Unorthodox Well Location and Simultaneous Dedication, Lea County, New Mexico

Dear Mr. Rallis:

Please be advised that Permian Resources, Inc. has filed an Application with the New Mexico Oil Conservation Division for an order pooling all mineral interests in the Strawn formation, Northeast Shoe Bar-Strawn Oil Pool, underlying the S/2 SE/4 of Section 7, Township 16 South, Range 36 East, to form a standard 80-acre spacing and proration unit to be dedicated to Applicant's Chambers No. 2 well. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of Permian Resources, Inc. as operator of the well and a charge for risk involved in drilling said well. Applicant further seeks approval to designate the referenced unit as a Special Project Area for the directional drilling of its well from an unorthodox surface location 1000 feet from the South line and 1,025 feet from the East line to an unorthodox bottom hole location 950 feet from the South line and 1,025 feet from the East line in the SW/4 SE/4 (Unit O) of said Section 7 to a depth sufficient to test the Strawn and Wolfcamp formations. Applicant further proposes the simultaneous dedication of Wolfcamp production from the Chambers No. 2 well and the Chambers No. 1 well located in the SW/4 SE/4 of Section 7. A copy of the Application is enclosed.

SANTA - R	14-11 Z	1.5C9
	ಕೊರ್ಡರ್ ನಿರ್ವಹಿಸಿ ನಗರ್ಗರ್ ಆನ್ರವಿಗಳ ಪ್ರಕಾರ ೧೯೦೭ ರೇಜ್ಯಾಗಿ ಗರ್ಶನ್ ಗಳನ್ನು ಗರ್ಶನ್ ಗರ್ಶನ್ನು ಸಕ್ಕ	Lines, Franki Series, Stransfer Artis, Antist Artis, Antist Artis, Antist Artis, Artis
		ANT CLARK
		<ul> <li>1.1.20歳(注意) (注意)</li> <li>1.2.20歳(注意)</li> <li>1.2.20歳(注意)</li> <li>1.2.20歳(注意)</li> <li>1.2.20歳(注意)</li> <li>1.2.20歳(注意)</li> <li>1.2.20歳(注意)</li> </ul>
Lang A Taylor である。 本語では、「日本での」 した。 日本では、 本語でのでは、 本語でのでは、 本語でのでは、 本語でのでは、 本語でのでは、 本語でのでのででは、 本語でのでのででです。 本語でのででででででででででででででででででででででででででででででででででで		۲۰۰۰ ۲۰۰۰ میں ۱۹۹۰ - ۲۰۰۰ میں ۱۹۹۰ - ۲۰۰۰ ۲۰۰۰ ۲۰۰۰ ۲۰۰۰ - ۲۰۰۰ ۲۰۰۰

# TERF PERTER & DECENSION DA.

.

~

.

÷

October 3, 2002 Page 2

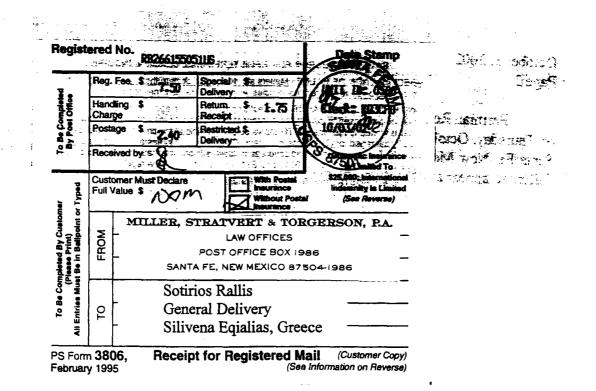
Permian Resources' Application is set for hearing before a Division Examiner at 8:15 a.m. on Thursday, October 24, 2002 at the NMOCD's offices located at 1220 South St. Francis Drive in Santa Fe, New Mexico. You have the right to appear at the hearing and participate in the case. Failure to appear at the hearing will preclude you from contesting this matter at a later date.

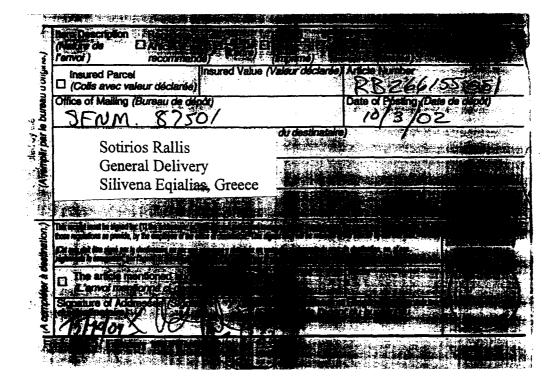
Very truly yours,

MILLER, STRATVERT & TORGERSON, P.A.

1. I way real

J. Scott Hall





# MILLER, STRATVERT & TORGERSON, P.A.

LAW OFFICES

RAINE B. MILLER ALAH C. TORGENSON ALCE T. LORENZ GREDORY W. CHASE STEHAN M. WILLAMS STEHAN M. WILLAMS SETH V. JINGHAM TIMOTHY R. BINGGS RUDOLPH LUCERO DIBORAH A. SOLOVE GARY L. GORDON LAWBRECE R. WHITE SHARON P. GROSS VINGBIA ANDERMAN MARTE D. LIGHTSTONE J. SCOTT HALL<sup>®</sup> THOMAS R. MACK TERNI S. BEACH THOMAS R. DOAME THOMAS M. DOAME

IN A. GOBLE JAMES R. WOOD DANA M. KYLE KINK R. ALLEN NUTH FUESS KYLE M. PINCH H. BROOK LASKEY NE W. HALL CATHER PALLA G. MAYN 12. MICHAEL C. NOSS CAREA PRANDO KÁTI NE H. BLACKETT WHER L. STONE ANDREW M. SANCHEZ M. DYLAN O'RELLY JENNIFER D. HALL TOOD A. SCHWARZ JULIE A. COLEMAN TIMOTHY L. BUTLER

ROSS B. PERKAL JAMES J. WIDLAND BRADLEY D. TEPPER\*\* GARY RIBLEY NELL GRAHAM SALE

COUNSEL

OF COLINSEL WILLIAM K. STRATVERT JAMES B. COLLINS ALBUQUERQUE, NM

500 MARQUETTE NW, SUITE 1100 P.O. BOX 25687 (87125-0687) ALBUQLEROUE, NM 87102 TELEPHONE: (506) 842-1950 (800) 424-7585 FACSIMILE: (506) 243-4408

#### FARMINGTON, NM

300 WEST ARRINGTON, SUITE 300 P.O. 80X 869 (87499-0869) FARMINGTON, NM 87401 TELEPHONE: (505) 326-4521 FACSIMILE: (505) 326-5474

#### SANTA FE, NM

150 WASHINGTON AVE., SUITE 300 P.O. BOX 1986 (87504-1986) SANTA FE, NM 87501 TELEPHONE: (505) 989-9814 FACSIMILE: (505) 989-9857

#### LAS CRUCES, NM

1125 SOUTH MAIN ST., SUITE 8 P.O. BOX 1209 (88004-1209) LAS CRUCES, NM 88005 TELEPHONE: (505) 523-2481 FACSIMILE: (505) 528-2215

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

October 3, 2002

# **REGISTERED MAIL/RETURN RECEIPT REQUESTED**

Sotirios Papadopoulos Lot 4, Whitebread Place North Rocks 2151 Sydney, Australia

> Re: NMOCD Case No. \_\_\_\_; Application of Permian Resources, Inc. for Compulsory Pooling, Designation of a Special Project Area, Unorthodox Well Location and Simultaneous Dedication, Lea County, New Mexico

Dear Mr. Papadopoulos:

Please be advised that Permian Resources, Inc. has filed an Application with the New Mexico Oil Conservation Division for an order pooling all mineral interests in the Strawn formation, Northeast Shoe Bar-Strawn Oil Pool, underlying the S/2 SE/4 of Section 7, Township 16 South, Range 36 East, to form a standard 80-acre spacing and proration unit to be dedicated to Applicant's Chambers No. 2 well. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of Permian Resources, Inc. as operator of the well and a charge for risk involved in drilling said well. Applicant further seeks approval to designate the referenced unit as a Special Project Area for the directional drilling of its well from an unorthodox surface location 1000 feet from the South line and 1,100 feet from the East line to an unorthodox bottom hole location 950 feet from the South line and 1,025 feet from the East line in the SW/4 SE/4 (Unit O) of said Section 7 to a depth sufficient to test the Strawn and Wolfcamp formations. Applicant further proposes the simultaneous dedication of Wolfcamp production from the Chambers No. 2 well and the Chambers No. 1 well located in the SW/4 SE/4 of Section 7. A copy of the Application is enclosed.

# TRANCA TECHNOLOGIA (M. 1997) 1986 - Angela (M. 1997)

18 ST		Sec. 10	<i>ಎಲಿಗ್ - ?</i> ಕೆಡಿಕ	i star i si si
The second s	াইই নিটা ঘটা আৰু ইটা চেনেন হয়। প্ৰিয় নিৰ্দ্ধস্য হৈ বিষয়া বিষয়া এই বিষয়া	_2015771 3 32034 _222.00517272.004	article a constraint Cratic I service Article I constraint	and the second sec
Land Contract of the second of	LE LE LESS DUILE LE LE LE LE DER RECEDENCES DE LESS GRECHELENCES DUILE CERTINE DUILE CERTINE D	্য বিশেষ বিশেষ বিশেষ বিশেষ উদ্ধিয় বিশেষ উদ্ধিয়ায় বিশেষ	9 ۲۳۳۹، ۲۳۳۹، ۲۳۹۹، ۲۰۰۰ ۲۳۹۹، ۲۳۹۹، ۲۰۰۰ ۲۰۰۰ ۲۰۰۰ ۲۰۰۰ ۲۰۰۰ ۲۰۰۰ ۲۰۰۰	المراجع من
100 (CEC) (ST) (SA)	11 - 1 <b>6 10</b> - 15 - 2	and an	- 2004 - 10 - 10 - 2004 - 2004 - 10 - 2004 - 2004 - 2005 - 2004 - 2004 - 2005 - 2005	an an an Anna Anna Anna An Anna Anna Ann
			24 E 2	

÷.,

.

••

.

.

October 3, 2002 Page 2

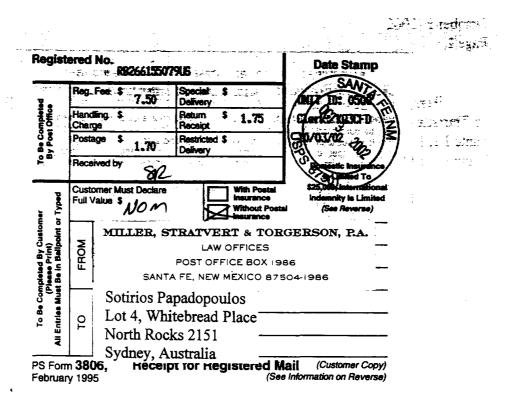
Permian Resources' Application is set for hearing before a Division Examiner at 8:15 a.m. on Thursday, October 24, 2002 at the NMOCD's offices located at 1220 South St. Francis Drive in Santa Fe, New Mexico. You have the right to appear at the hearing and participate in the case. Failure to appear at the hearing will preclude you from contesting this matter at a later date.

Very truly yours,

MILLER, STRATVERT & TORGERSON, P.A.

1. I wan thel

J. Scott Hall



ĩ

----

# MILLER, STRATVERT & TORGERSON, P.A.

LAW OFFICES

RANNE & MILLER ALAN C. TORGERSON ALICE T. LORIENZ GNEGORY W. CHASE STEPHEN M. WILLIAMS STEPHAN M. VIDMAR ETH V. BUIGHAM TIMOTHY R. BRIDGE RUDGEPH LUCERG BORNEA. BOLOVE \* \* \* ICE R. WHITE ION P. G RO. VINGING ANDERMAN AARTE D. LIGHTSTONE J. SCOTT HALL THOMAS R. MACK TERRES. BEACH THOMAS M. DOMME HUTH O. PREGENZER EY E. JONES

ROBIN A. GOBLE JAMES R. WOOD DANA M. KYLE KIRK R: ALLEN NUTH FUE KYLEM, FINCH H. BROOK LASKEY KATH EW. HALL LLAG MAY LE C. BORS CARLA PRANDO E H. BLACKETT EAT JENNIFER L. STONE ANDREW M. SANCHEZ M. DYLAN O'RELLY FER D. HALL ER L. OLSON TODO A. SCHWARZ JULIE A. COLIEMAN TIMOTHY L. BUTLER

IN A. GOBLE

COUNSEL ROSS B. PERKAL JAMES J. WIDLAND SRADLEY D. TEPPER\*\* GARY RELEY HELL GRAHAM SALE

OF COUNSEL WILLIAM K. STRATVERT JAMES &. COLLINS

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. 800C 1986 (87504-1985) SANTA FE, MA 87501 TELEPHONE: (505) 989-9614 FACSIMILE: (505) 989-9615

#### LAS CRUCES, NM

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

October 3, 2002

# **CERTIFIED MAIL/RETURN RECEIPT REQUESTED**

Ms. Mary Van Wyk 7562 S. University Littleton, Colorado 80122

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

Dear Ms. Van Wyk:

Please be advised that Permian Resources, Inc. has filed an Application with the New Mexico Oil Conservation Division for an order pooling all mineral interests in the Strawn formation, Northeast Shoe Bar-Strawn Oil Pool, underlying the S/2 SE/4 of Section 7, Township 16 South, Range 36 East, to form a standard 80-acre spacing and proration unit to be dedicated to Applicant's Chambers No. 2 well. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of Permian Resources, Inc. as operator of the well and a charge for risk involved in drilling said well. Applicant further seeks approval to designate the referenced unit as a Special Project Area for the directional drilling of its well from an unorthodox surface location 1000 feet from the South line and 1,100 feet from the East line to an unorthodox bottom hole location 950 feet from the South line and 1,025 feet from the East line in the SW/4 SE/4 (Unit O) of said Section 7 to a depth sufficient to test the Strawn and Wolfcamp formations. Applicant further proposes the simultaneous dedication of Wolfcamp production from the Chambers No. 2 well and the Chambers No. 1 well located in the SW/4 SE/4 of Section 7. A copy of the Application is enclosed.

# 

MA HATE E	HAD THE CAR	<b></b>				
	CT CICLUS COMPETENCES CONTRACTORS (CONTRACTORS) 1999 - CONTRACTOR FRANCISCO CONTRACTORS CONTRACTORS CONTRACTORS CONTRACTORS	LAND AND AND AND AND AND AND AND AND AND	2月11日,第22年1日。 1月1日日,1月1日日, 1月1日日 1月1日日, 1月1日日 1月1日日 1月1日日 1月1日日 1月1日日 1月1日日 1月1日日 1月1日日 1月1日日 1月1日日 1月1日日 1月1日日 1月1日日 1月1日日 1月11日 1月111日 1月111日 1月111 1月111 1月1111 1月1111 1月1111 1月1111 1月11111 1月11111 1月11111 1月111111	11 - 2207 (1 - 223) 11 - 2207 (1 - 223) 12 - 2207 (1 - 223)		
17 14 Ha and 2.2 . 30	Dates (1994年)。 Angle (1997年)) Defension (1994年) 登場 - Altana Altania (1995年))、 Altania (1997年)	二43 钟号和43 二部		· · · · · · · · · · · · · · · · · · ·		
		ASSA		The station 3 Arectory 2 The states		
44 313 ML	aan 14 3 <b>7 Ee</b> n taar 14		AND AND A	م والعام المراث وفر الأكبر بيان الله الله		
<ul> <li>Control (Control (Contro) (Contro) (Contro) (Contro) (Contro) (Contro)</li></ul>			್ರೌಕ್ಷದಲ್ಲಿ ಸ್ಪರ್ಧಿಕ್ಷ ಕ್ರಾಥಕರ್ಷನ್ ಸಂಗ್ರಹಿಸಿದ್ದ			
1993 - 1993 - 1995 - 1995 - 1995 1995 - 1993 - 2004 - 1996 - 1995 - 1995 1996 - 1996 - 1996 - 1996 - 1996 - 1996				• ···· •		

<del>-</del> .

· · ·

,

.

÷

October 3, 2002 Page 2

Permian Resources' Application is set for hearing before a Division Examiner at 8:15 a.m. on Thursday, October 24, 2002 at the NMOCD's offices located at 1220 South St. Francis Dirve in Santa Fe, New Mexico. You have the right to appear at the hearing and participate in the case. Failure to appear at the hearing will preclude you from contesting this matter at a later date.

Very truly yours,

MILLER, STRATVERT & TORGERSON, P.A.

1. I won dell

J. Scott Hall

		· .						
<b>C</b> CALLY				OM/				
0000 0757	RETURN RECEIPT SERVICE	POSTAGE RESTRICTED DELN CERTIFIED FEE RETURN RECEIPT F TOTAL POSTAGE AN		\$0.8 \$0.0 \$2.3 \$1.7 \$4.8	0 0 75	073	AND	
00 <b>0178 6486 141</b> 7	10/3/20 2:12 PM	Ms. Mary V 7562 S. Un	/an Wyk iversity Colorado 80	122		8 8750		:
ř	PS FORM 38		<u>) states</u> .service	RECEIP	INSURANCE O	CERTIF COVERAGE PRO ENANTORIAL M THER SIDE)		
SENDER; • Courting house • Indiana I work • Anaci fus for • Write Tokum Ros • Write Tokum rose delivery.	1,2 and 3. the desiry is desired and actives on the re- to the form of the mail active frequested on i pt free will provide you	i eree of this form so th pace, or on the back he matrices below it the signature of the p	te árlicie tuniber. 🐪	nd the data of	Cor	Restrict	receive the for an extra tect Delive naster for fe	ery
7562 S	essed to: ary Van Wyk 3. University on, Colorado			71	LI 885:	9710	000 075 CERTIFIEI	-
10/3/200	02 2:12 PM					1 2 C	y)	
Car		ug er		Ente if dif	ir dailigity terent the	Address Nem 1.		
	Addressee or Age	gq	<b></b>		IESTIC	RETH	IN RECE	
ode: File:	•						ut i Us <b>ul</b> i	iera I

T

71

• . •

.

.

:

#### MILLER, STRATVERT & TORGERSON, P.A. LAW OFFICES

RAINE E. MELLER ALAK C. TORGERSON ALCE T. LORENZ GREDORY W. CHASE STEPHEN M. WILLIAMS STEPHEN M. WILLIAMS STEPHEN M. WILLIAMS SETH V. BINGHAM SETH V. BINGHAM SETH V. BINGHAM M. WINGS MADDINY R. BINGGS MADDINY R. BINGGS VIRGINAL ADDENIAN MARTE D. LIGHTSTONE J. SCOTT HALL\* THOMAS R. MACK TENN S. BEACH THOMAS M. DOMME NUTH O. PREGREZER JUFFREY E. JONES NOBIN A. GOBLE JAMES R. WOOD DANA M. KYLE KIRK R. ALLEN RUTH FUESS KYLE M. P ICH H. BROOK LASKEY KATHERINE W. HALL PAULA G. MAYNES MICHAELC. NOS CANEA PRANDO 22 E H. BLACKETT FER L. STONE W M. SANCHEZ M. DYLAN O'RELLY FER D. HALL LENIN PER L. OLSON TODD A. SCHWARZ JULIE A. COLEMAN TIMOTHY L. BUTLER

COUNSEL ROSS & PERKAL JAMES J. WIDLAND BRADLEY D. TEPPER\*\* GARY RISLEY NIEL GRAHAM SALE

OF COURSE. WILLIAM K. STRATVERT JAMES B. COLLINS ALBUQUERQUE, NM

500 MARQUETTE NW, SUITE 1100 P.O. BOX 25687 (87125-0687) ALB/QUERQUE, 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 1996 (87504-1986) SANTA FE, NM 87504 TELEPHONE: (505) 989-9814 FACSIMILE: (505) 989-9857

# LAS CRUCES, NM

1125 SOUTH MAIN ST., SUITE B P.O. BOX 1209 (89004-1209) 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

October 3, 2002

# **CERTIFIED MAIL/RETURN RECEIPT REQUESTED** Nancy Fox

16 Auriell Drive Colchester, VT 05446

> Re: NMOCD Case No. \_\_\_\_; Application of Permian Resources, Inc. for Compulsory Pooling, Designation of a Special Project Area, Unorthodox Well Location and Simultaneous Dedication, Lea County, New Mexico

Dear Ms. Fox:

Please be advised that Permian Resources, Inc. has filed an Application with the New Mexico Oil Conservation Division for an order pooling all mineral interests in the Strawn formation, Northeast Shoe Bar-Strawn Oil Pool, underlying the S/2 SE/4 of Section 7, Township 16 South, Range 36 East, to form a standard 80-acre spacing and proration unit to be dedicated to Applicant's Chambers No. 2 well. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of Permian Resources, Inc. as operator of the well and a charge for risk involved in drilling said well. Applicant further seeks approval to designate the referenced unit as a Special Project Area for the directional drilling of its well from an unorthodox surface location 1000 feet from the South line and 1,000 feet from the East line to an unorthodox bottom hole location 950 feet from the South line and 1,025 feet from the East line in the SW/4 SE/4 (Unit O) of said Section 7 to a depth sufficient to test the Strawn and Wolfcamp formations. Applicant further proposes the simultaneous dedication of Wolfcamp production from the Chambers No. 2 well and the Chambers No. 1 well located in the SW/4 SE/4 of Section 7. A copy of the Application is enclosed.

# 

SANTA TEME				and a second s
ARCHARTON AND SECTEMENTE AND SECTEMENTE AND SECTEMENTER AND S	17、12代生命和12代社会研究社会。 17日本的時期和調整合理		and the second sec	2000 10 10 10 10 10 10 10 10 10 10 10 10
1997年1月1日 1997年11 1997年11 1997年11 1997年11 1997 1997		1997 S	10日、10日 - 10日、10日、10日 - 10日、10日、10日、10日、10日、10日、10日、10日、10日、10日、	
		an a	ter and the second s	
		3	a the second second second	
en la constanta da Constanta da Constanta da Constan Constanta da Constanta da Constant Constanta da Constanta da Constant Constanta da Constanta da Constant			ار در برای میشود. از در برای میشود از میشود از مرابع میشود از میشود	م مراجع الم مراجع الم
				್ರ-೨. <sup>೧</sup> . ವನ್ನ -
	÷.,		1 . <u>1</u>	

-

~,

:

October 3, 2002 Page 2

3

Permian Resources' Application is set for hearing before a Division Examiner at 8:15 a.m. on Thursday, October 24, 2002 at the NMOCD's offices located at 1220 South St. Francis Drive in Santa Fe, New Mexico. You have the right to appear at the hearing and participate in the case. Failure to appear at the hearing will preclude you from contesting this matter at a later date.

Very truly yours,

MILLER, STRATVERT & TORGERSON, P.A.

1. I way duel

J. Scott Hall

	•				
an a	n ¶ar an an an atrage a tha t		يەزىد ئەچ		
েন্দ্র নির্ভাগনার বিশি রলপ্রানি নির্ভাগনার বিশি	and the		- · ·		
		weak). Append		satisf complement	H BAR
		POSTAGE	\$0.	.83 POSTEMAK OR DATE	1
•		RESTRICTED DELIVERY FEE		.00	1
040	SERVICE		_	30 007 3 3	
	SENT TO:	RETURN RECEIPT FEE		.75	
0000	10/3/20 2:11 PM				1
0176	2:11 PN			0.87501	
С. Е. Е.		Nancy Fox 16 Aurielle Drive			
<b>6</b> 6 1 3		Colchester, Vermont	05446		
<b>D</b> 7					
7161					
<b>,</b> -	L				
	PS FORM 38	600			
		<b>UNITED STATES</b> POSTAL SERVICE.	RECE	PT FOR CERTIFIED MAIL	:
		POSTAL SERVICE.		NOT FOR INTERNATIONAL MAIL (SEE OTHER SIDE)	
				en e	Ĩ
SENDER:		· · · · · · · · · · · · · · · · · · ·		I also wish to receive the	`
- Includin & restrict - First your space of	ind definity is desired	1. Verse of this form so that we can return this	cand to you.	following service (for an extra fee)	
• Associa presi norma n • Wirite "Plataum Plat • The Relation provide	o persona or me ma celut Requested" on a Fac will crowice you	ipiece, or on the back if space does not p the malpiece below the article number. I the signature of the person delivered to a	ermit. nd the date of		
delivery.				Consuit postmaster for fee.	<b></b> .
1. Article Addre	78 <b>990 1</b> 0:				
Nancy	Fox		2-	161 8863 9710 0000 0740	
16 Auri	ielle Drive		''	161 0000 1110 0000 0110	
Colche	ester, Vermo	ont 05446	3.8	Service Type 🛛 CERTIFIED	
		~		de of Delivery	<b></b>
10/3/200	2 2:11 PM	)		10-7-02	·
Received By:	(Print Name)	······	- En	ther delivery address Merent then item 1.	
$\hat{\mathbf{n}}$		E. 12			
	MJ /	UX	/	190 AURIELLED COLCHESTER VTO5446	•
Signature - (A	daressee or Age	Int		COLCHESTER VTOS 446	
1 1	· · · /		10		,
$\square$	r X			· · · · · · · · · · · · · · · · · · ·	
PS Form 3811 ode: File:	r <del>X</del>			MESTIC RETURN RECEIPT	

J

ī

•

t transferration of the second s

. ج ب

~

#### MILLER, STRATVERT & TORGERSON, P.A. LAW OFFICES

ALLER ALAN C. TORGERSON ALICE T. LORENZ EGORY W. CHASE STEPHEN M. WILLIAMS STEPHAN M. VIDMAR IETH V. B NGHAM TMOTHY R. BRIGGS NUCOLPH LUCENO ROBAH A. SOLOVE LARY L. GORDON CAM INCE & WHITE ARON P. GROS INIA ANOFRMAN MARTE D. LIGHTSTONE THOMAS R. MACK TERM S. BEACH THOMAS M. DOMME BUTH O. PREGENZER FREY E. JONES

ROBIN A. GOBLE JAMES R. WOOD DANA M. KYLE KIRK R. ALLEN RUTH FUESS ROOK LASKEY KATHER EW. HALL PAULA C. MAY MICHAEL C. ROSS CARLA PRANDO IT N. BLACKETT KATHER JENNIFER L. STONE ANDREW M. SANCHEZ M. DYLAN O'REILLY JENNIPER D. HALL JENNIFER L. OLSON TOOD A. SCHWARZ JULIE A. COLEMAN TIMOTHY L. BUTLER

ROBS B. PERKAL JAMES J. WIDLAND BRADLEY D. TEPPER\*\* GARY RISLEY NELL GRAHAM SALE

OF COUNSEL

COUNSEL

WILLIAM K. STRATVERT

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 889 (87499-0889) 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) 989-9814 FACSIMILE: (505) 989-9857

#### LAS CRUCES, NM

1125 SOUTH MAIN ST., SUITE B P.O. BOX 1209 (89004-1209) LAS CRUCES, NM 88005 TELEPHONE: (505) 523-2481 FACSIMILE: (505) 528-2215

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

October 3, 2002

# **CERTIFIED MAIL/RETURN RECEIPT REQUESTED**

ž

David Marshall c/o Nancy Fox 16 Auriell Drive Colchester, VT 05446

> Re: NMOCD Case No. \_\_\_\_\_; Application of Permian Resources, Inc. for Compulsory Pooling, Designation of a Special Project Area, Unorthodox Well Location and Simultaneous Dedication, Lea County, New Mexico

Dear Mr. Marshall:

Please be advised that Permian Resources, Inc. has filed an Application with the New Mexico Oil Conservation Division for an order pooling all mineral interests in the Strawn formation, Northeast Shoe Bar-Strawn Oil Pool, underlying the S/2 SE/4 of Section 7, Township 16 South, Range 36 East, to form a standard 80-acre spacing and proration unit to be dedicated to Applicant's Chambers No. 2 well. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of Permian Resources, Inc. as operator of the well and a charge for risk involved in drilling said well. Applicant further seeks approval to designate the referenced unit as a Special Project Area for the directional drilling of its well from an unorthodox surface location 1000 feet from the South line and 1,100 feet from the East line to an unorthodox bottom hole location 950 feet from the South line and 1,025 feet from the East line in the SW/4 SE/4 (Unit O) of said Section 7 to a depth sufficient to test the Strawn and Wolfcamp formations. Applicant further proposes the simultaneous dedication of Wolfcamp production from the Chambers No. 2 well and the Chambers No. 1 well located in the SW/4 SE/4 of Section 7. A copy of the Application is enclosed.

#### 

-

	್ ತಲೆದಿಗೆ ನಿರ್ದೇಶನ ೧೯೯೭ - ೧೯೫೭ ಕನ್ನಡ ಸಂಕ ೧೯೯೮ - ೧೯೫೭ ಕನ್ನಡ ಸಂಕ ನ್ಯಾಪ್ ನಿರ್ಧಾರವನ್ನು ಕನ	andra Landra an Landra an Landra	ార్ట్ సంగారం సినిమా సిన సిన సిన సిన సిన సిన సిన సిన సిన సిన	1222 - 12 Britsky 1285 - 12 Constant Constant - Constant 286 - 12 Constant 12 Constant - Constant 12 Constant 1
2 <b>194</b> 40% - 510 - 7147 	na na an a	i se	in the second seco	2000 - 2000 - 2000 2000 - 2000 - 2000 2000 - 2000 - 2000 2000 - 2000 - 2000 2000 - 2000 20
			10 - 10 - 10 - 10 - 10 - 10 - 10 - 10 -	4. (a) ≥ δ <sup>2</sup> δ <sup>2</sup> − δ <sup>2</sup>

٠

-

.

.

. . October 3, 2002 Page 2

Permian Resources' Application is set for hearing before a Division Examiner at 8:15 a.m. on Thursday, October 24, 2002 at the NMOCD's offices located at 1220 South St. Francis Drive in Santa Fe, New Mexico. You have the right to appear at the hearing and participate in the case. Failure to appear at the hearing will preclude you from contesting this matter at a later date.

Very truly yours,

MILLER, STRATVERT & TORGERSON, P.A.

I wan dull 1.

J. Scott Hall

		· .			· .	1
1. 1. No. 7		. •				E male of C
	:	- در چر میرون میرونید				£ 40.5
	Literary and a second					
•	RETURN	POSTAGE	\$0.83	PO	ANTA ANTA	DATE
	RECEIPT	RESTRICTED DELIVERY FRE	\$2.30	-//>	ANTIA CA	
0761	SERVICE		\$1.75	-1/0		
0000	SENT TO:	TOTAL POSTAGE AND FEE	\$4.88		T 3 2002	
80	10/3/20	02 Code:		-121-	- /	7-1
1210	2:12 P	M File: David Marshali		Cester See		
		c/o Nancy Fox			0/501	
8 8 9 1 1		c/o Nancy Fox 16 Auriell Drive	~		-	
	}	Colchester, VT 0544	6			
7161						
1-						
	PS FORM 3	300 UNITED STATES POSTAL SERVICE		FOR CER URANCE COVENA FOR INTERNATION (SEE OTHER S	ATIFIED M Are provided WAL MAL De)	AIL
	PS FORM 3			FOR CER		AIL
	PS FORM 3			FOR CEI IRANCE COVER IFOR MIENAUTI (SEE OTHER S	ATIFIED M	AIL .
Spiniture - Country Terms 1.2 an	PS FORM 3					
Sfidigift: • Constant for 1.2 on • Foreigner want der • Filter vor name and at • Filter vor name and at		UNITED STATES POSTAL SERVICE	follow	also wish it ing service	o receive the (for an extra t	
Schullens - Canadian Frankrister - Follow of marking to - Adapth film form to the - Adapth film form to the - Yold y function film - Yold y function film - Yold y function film - The formation film		UNITED STATES POSTAL SERVICE	nd to you.	also wish tr ing service Restric	o receive the (for an extra i teci Delive	
SEMMENT: • Control lane 1,2 an • Control lane 1,2 an • Print your name and ad • Alach phe from to the • Write "Naturn Hocket" • The Pattern Hocket Free calvery. 1. Article Addressed	d 3. Theory is described. Theory on the resurces for a state of the result of the resu		nd to you.	also wish tr ing service Restric ionsult postr	o receive the (for an extra t	
	d 3. Theory is described. Theory on the resurces for a state of the result of the resu	UNITED STATES POSTAL SERVICE	nd to you. It to you. The date of C	also wish tr ing service Restric ionsult postr	o receive the (for an extra i teci Delive	
1. Article Addressed David Man	d 3. Nerv is desired. There is the response front of the response to the response of the response in the response of the response is to:	UNITED STATES POSTAL SERVICE	rd to you. It o you. It date of C 2. Article Nu	also wish tr ing service <b>Restric</b> consult postr mber	o receive the (for an extra t tect Delive master for fee	//////////////////////////////////////
1. Article Addressed David Mar c/o Nancy	d 3. They is chosened. They is chosened. They are the matrice they are the matrice the mat	UNITED STATES POSTAL SERVICE	rd to you. It o you. It date of C 2. Article Nu	also wish tr ing service <b>Restric</b> consult postr mber	o receive the (for an extra i teci Delive	//////////////////////////////////////
1. Article Addressed David Mar c/o Nancy 16 Auriell	d 3. Nerve is chosined. There is the reserved. There is the reserved. The reserved. T	of this form so that we can return this can a or on the back if against does not permitting approximation of the person deleved to end the	rd to you. It o you. It date of C 2. Article Nu	also wish to ing service Restric consult post mber 163 9710	o receive the (for an extra t tect Delive master for fee	lee): ); );
1. Article Addressed David Mar c/o Nancy 16 Aurieil Colcheste	da, they is desired. They is desired. They are the restruction they are the restruction to the restruction of the shall Fox Drive r, VT 05446	of this form so that we can return this can a or on the back if against does not permitting approximation of the person deleved to end the	rd to you. the date of C 2. Article Nu 7.161.88	also wish tr ing service Restric consult postr mber 63 9710	ted Delive	lee): ); );
1. Article Addressed David Mar c/o Nancy 16 Auriell	da, they is desired. They is desired. They are the restruction they are the restruction to the restruction of the shall Fox Drive r, VT 05446	of this form so that we can return this can a or on the back if against does not permitting approximation of the person deleved to end the	rd to you. The date of C 2. Article Nu 7.16.1.86 3. Service T	also wish tr ing service Restric consult postr mber 63 9710	ted Delive	lee): ); );
1. Article Addressed David Mar c/o Nancy 16 Aurieil Colcheste	da, have a chained from on the restance from on the restance wat provide you the it to: shall Fox Drive r, VT 05446 12 PM	of this form so that we can return this can a or on the back if against does not permitting approximation of the person deleved to end the	rd to you. It o you. It o date of 2. Article Nu 7151 85 3. Service T Date of Deli /0 -	also with it ing service Restric consult post mber bagget bagget bagget wery -7-02	ted Delive	lee): ); );
1. Article Addressed David Mar c/o Nancy 16 Aurieil Coicheste 10/3/2002 2:	da, have a chained from on the restance from on the restance wat provide you the it to: shall Fox Drive r, VT 05446 12 PM	of this form so that we can return this can a or on the back if against does not permitting approximation of the person deleved to end the	rd to you. it. the date of 2. Article Nu 7.161 88 3. Service T Date of Del /0- Enter delivent to	also wish to ing service Restric consult postr mber 1-3 9710 ype X wery -7-02 ry address hen item 1.	CERTIFIED	iee): )ry }
1. Article Addressed David Marc c/o Nancy 16 Auriell Colcheste 10/3/2002 2: Received By: (Print	da the ys denied for of the restrict for of the restrict for the restrict for the restrict for the restrict for the restrict to the re	of this form so that we can return this can a or on the back if against does not permitting approximation of the person deleved to end the	rd to you. it. the date of 2. Article Nu 7.161 88 3. Service T Date of Del /0- Enter delivent to	also wish to ing service Restric consult postr mber 1-3 9710 ype X wery -7-02 ry address hen item 1.	CERTIFIED	iee): )ry }
1. Article Addressed David Mar c/o Nancy 16 Aurieil Coicheste 10/3/2002 2:	13. The second second control by many second control by many second control by many second into: shall Fox Drive r, VT 05446 12 PM : Name)	of this form so that we can return this can a or on the back if against does not permitting approximation of the person deleved to end the	rd to you. it. the date of 2. Article Nu 7.161 88 3. Service T Date of Del /0- Enter delivent to	also wish to ing service Restric consult postr mber 1-3 9710 ype X wery -7-02 ry address hen item 1.	ted Delive	iee): )ry }

ž

 $\mathcal{F} = \mathcal{F}$ 

r

## MILLER, STRATVERT & TORGERSON, P.A. LAW OFFICES

RANNE B. MILLER ALAM C. TORGENSON ALCE T. LORIENZ GREDORY W. CHASE STEPHEN M. WILLIAMS STEPHEN M. SPIGGS UNDORADS A: SOLOVE GARY E. GORDON LAWINGCE R. WHITE SHARON P. GROSS VIRGINA ANDERMAN MARTE D. LIGHTSTONE J. SCOTT HALL<sup>®</sup> THOMAS R. MACK TENN S. BEACH THOMAS R. MACK THOMAS M. DOMME NUTH O. PREGENCER JEFFNEY E. JONES

GOBLE JAMES R. WOOD DANA M. KYLE KINK R. ALLEN BUTTH FLIERS EYLE M. FINCH HUBBOOK LASKEY LEA G. MAYN AREA PRANDO FIEL MEACKE R L. STOP N M. SANCHEZ A DYLAN O'RELLY ER D. HALL FER L. OLSON A. SCHWARZ ULIE A. COLEMAN TIMOTHY L. BUTLER

ROBS B. PERKAL JAMES J. WIDLAND BRADLEY D. TEPER\*\* GARY NISLEY NIEL GRAHAM SALE

COLINSEL

OF COUNSEL WILLIAM K. STRATVERT JAMES B. COLLINS 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 1985 (87504-1988) SANTA: FE, NM 87501 TELEPHONE: (505) 989-9814 FACSIMILE: (505) 989-9857

#### LAS CRUCES, NM

1125 SOUTH MAIN ST., SUITE B P.O. BOX 1209 (88004-1209) LAS CRUCES, NM 88005 TELEPHONE: (605) 523-2481 FACSIMILE: (505) 528-2215

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

October 3, 2002

# CERTIFIED MAIL/RETURN RECEIPT REQUESTED James I. Holden, Jr.

2250 Havensridge Drive Colorado Springs, CO 80920

> Re: NMOCD Case No. \_\_\_\_\_; Application of Permian Resources, Inc. for Compulsory Pooling, Designation of a Special Project Area, Unorthodox Well Location and Simultaneous Dedication, Lea County, New Mexico

Dear Mr. Holden:

Please be advised that Permian Resources, Inc. has filed an Application with the New Mexico Oil Conservation Division for an order pooling all mineral interests in the Strawn formation, Northeast Shoe Bar-Strawn Oil Pool, underlying the S/2 SE/4 of Section 7, Township 16 South, Range 36 East, to form a standard 80-acre spacing and proration unit to be dedicated to Applicant's Chambers No. 2 well. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of Permian Resources, Inc. as operator of the well and a charge for risk involved in drilling said well. Applicant further seeks approval to designate the referenced unit as a Special Project Area for the directional drilling of its well from an unorthodox surface location 1000 feet from the South line and 1,100 feet from the East line to an unorthodox bottom hole location 950 feet from the South line and 1,025 feet from the East line in the SW/4 SE/4 (Unit O) of said Section 7 to a depth sufficient to test the Strawn and Wolfcamp formations. Applicant further proposes the simultaneous dedication of Wolfcamp production from the Chambers No. 2 well and the Chambers No. 1 well located in the SW/4 SE/4 of Section 7. A copy of the Application is enclosed.

# ALL GRADADT A THE COSTR ANALYM a canada a sensa a canada a c A canada a c A canada a c

	A LOUDIL			Den son & Barkage
x	en breze en provinser ande e Richard de la Marie de set La compositione	κια κατά τη βαραγική του του βάρου Το πρωβάδα του στηγού και Για του μαραγικό του που	and the second and th	in Fightin States States An States
	an an an ann an Anna an Anna an Anna 2017 - 2018 an Anna Anna Anna Anna Anna Anna Anna	<u>تونيد بالمعروب</u> الأولى المعطولين ب	HOMEN DE BOUDT TERRES DE BOUT DE CARLON DE CARLON DE CARLON DE CARLON TERRES DE CARLON TERRES DE CARLON	
-			<b>164</b> .	1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1
	e The estimate the second	· · · · · · · ·	1. General States - Constant 支援関係 - Constant Configue - An Constant	
an a			.,42 <sup>™</sup> 3 <sup>™</sup> 3 1 <sup>™</sup> 1 1	2000 1990 1990

1

1 - 2020 CE 2017 GL - - 2 32 October 3, 2002 11.01 이 성격 집 기관 선물원 Page 2 is in all the merse of front and the second

• .:

- ( \* K

11 1 . tray, 10 -

I TE CELEBRATE CONTRACTOR OF A CONT

Permian Resources' Application is set for hearing before a Division Examiner at 8:15 a.m. on Thursday, October 24, 2002 at the NMOCD's offices located at 1220 South St. Francis Drive in Santa Fe, New Mexico. You have the right to appear at the hearing and participate in the case. Failure to appear at the hearing will preclude you from contesting this matter at a later date. THE REAL OF 3.20

and a second Very truly yours,

MILLER, STRATVERT & TORGERSON, P.A.

I win Rull 1

J. Scott Hall

the second s	and the second	and the second s	
	•		
		and the second	
		هر .	
		·-	

	RETURN	POSTAGE	\$0.83	POSTMARK OF DATE
-		RESTRICTED DELIVERY FEE	\$0.00	SANTA A
[22]	RECEIPT	i (Jerringen) Fee	\$2.30	
a	SERVICE		\$1.75	( OCT 3 2000
0000	SENT TO:	TUTAL POSTAGE AND FEE	\$4.88	2002
) 0126 E	10/3/20 2:21 PN	James I. Holden Jr.	76	1535 87501
7 <b>161 88</b> 6.		250 Havensridge Driv Colorado Springs, Co	<b>) 80920</b>	

· · · · · ·

• The Platum receipt Fee will provide you the signature of the parson delivered to and the date delivery.	Consult postmaster for ise.	
1. Article Addressed to:	2. Article Number	
James I. Holden Jr. 250 Havensridge Drive Colorado Springs, CO 80920	7161 8863 9710 0000 0771	
L	3. Service Type X CERTIFIED Date of Delivery 10-7-0 2	
Maraneet E Holden	Enter delivery address if different than item 1.	
Signature - (Addressee or Agent) Marsout E Holley		

: