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

APPLICATION OF E.G.L. RESOURCES, INC. TO EXTEND TIME TO COMMENCE DRILLING OPERATIONS UNDER ORDER NO. R-23525, LEA COUNTY, NEW MEXICO.

CASE NO. 25420 ORDER NO. R-23525

APPLICATION OF E.G.L. RESOURCES, INC. TO EXTEND TIME TO COMMENCE DRILLING OPERATIONS UNDER ORDER NO. R-23524, LEA COUNTY, NEW MEXICO.

CASE NO. 25421 ORDER NO. R-23524

CONSOLIDATED PRE-HEARING STATEMENT

E.G.L. Resources, Inc. ("Applicant") submits its Consolidated Pre-Hearing Statement

pursuant to the rules of the Oil Conservation Division.

APPLICANT

E.G.L. Resources, Inc.

ATTORNEYS

Dana S. Hardy Jaclyn M. McLean Daniel B. Goldberg Hardy McLean LLC 125 Lincoln Ave, Ste. 223 Santa Fe, NM 87501 Phone: (505) 230-4410 dhardy@hardymclean.com jmclean@hardymclean.com dgoldberg@hardymclean.com

INTERESTED PARTY

ATTORNEYS

None.

STATEMENT OF THE CASE

In Case No. 25420, Applicant seeks an order extending the deadline to commence drilling

the wells authorized by Order No. R-23525 until October 23, 2026. The Division issued the Order

in Case No. 24720 on October 23, 2024. The Order: pooled all uncommitted interests in the Second

Bone Spring interval of the Bone Spring formation, from a depth of approximately 8,700' to 9,580' TVD, underlying a 640-acre, more or less, standard horizontal spacing unit comprised of the E/2 of Sections 24 and 25, Township 18 South, Range 32 East, Lea County, New Mexico; dedicated the Unit to the LTK 24-25 Fed Com 201H, LTK 24-25 Fed Com 203H, and LTK 24-25 Fed Com 205H wells; and designated Applicant as operator of the Unit and the Wells.

In **Case No. 25421**, Applicant seeks an order extending the deadline to commence drilling the wells authorized by Order No. R-23524 until October 23, 2026. The Division issued the Order in Case No. 24719 on October 23, 2024. The Order: pooled all uncommitted interests in the First Bone Spring interval of the Bone Spring formation from the top of the formation to approximately 8,700' TVD underlying a 640-acre, more or less, standard horizontal spacing unit comprised of the E/2 of Sections 24 and 25, Township 18 South, Range 32 East, Lea County, New Mexico; dedicated the Unit to the LTK 24-25 Fed Com 101H, LTK 24-25 Fed Com 102H, and LTK 24-25 Fed Com 103H wells; and designated Applicant as operator of the Unit and the Wells.

The Orders require Applicant to commence drilling the Wells within one year of the date of the Order. Applicant requests that the Division extend the deadline to commence drilling the Wells by one year due to delays in the issuance of federal drilling permits.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Ruth Pelzel	Landman	Affidavit	Approx. 2

PROCEDURAL MATTERS

Applicant intends to consolidate these cases for hearing and will present the cases by affidavit if there is no opposition to its applications.

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Respectfully submitted,

HARDY MCLEAN LLC

/s/ Dana S. Hardy Dana S. Hardy Jaclyn M. McLean Daniel B. Goldberg 125 Lincoln Ave, Ste. 223 Santa Fe, NM 87501 Phone: (505) 230-4410 dhardy@hardymclean.com jmclean@hardymclean.com

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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

Page 4 of 4

Action 481333

QUESTIONS				
Operator:	OGRID:			
E G L RESOURCES INC	173413			
P.O. Box 10886	Action Number:			
Midland, TX 79702	481333			
	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.	