

**BEFORE THE OIL CONSERVATION DIVISION
EXAMINER HEARING MARCH 3, 2022**

CASE NOS. 22226 – 22229

Sapphire Fed Com 501H
Sapphire Fed Com 502H
Sapphire Fed Com 503H
Sapphire Fed Com 504H

Lea County, New Mexico



LEGACY
RESERVES

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

**APPLICATIONS OF LEGACY RESERVES
OPERATING LP FOR A HORIZONTAL SPACING
UNIT AND COMPULSORY POOLING, LEA
COUNTY, NEW MEXICO**

Case Nos. 22226 – 22229

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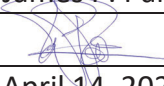
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COMPULSORY POOLING APPLICATION CHECKLIST**ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS**

Case: 22226	APPLICANT'S RESPONSE
Date: 4/14/2022	
Applicant	Legacy Reserves Operating LP
Designated Operator & OGRID (affiliation if applicable)	294281
Applicant's Counsel:	James Parrot, Beatty & Wozniak, P.C.
Case Title:	Application of Legacy Reserves Operating LP for a Horizontal Spacing Unit and Compulsory Pooling, Lea County, New Mexico
Entries of Appearance/Intervenors:	COG Operating LLC, EOA; Jalapeno Corporation, Opp to Aff; MRC Permian Company, EOA
Well Family	Sapphire
Formation/Pool	
Formation Name(s) or Vertical Extent:	Bone Spring
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Entire Formation
Pool Name and Pool Code:	Gem; Bone Spring, East [27230]
Well Location Setback Rules:	Statewide Rules
Spacing Unit Size:	320 acres
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	320 acres, more or less
Building Blocks:	Quarter-Quarter sections
Orientation:	North-South
Description: TRS/County	W/2W/2 of Sections 14 and 23, T-19-S, R-33-E, Lea County
Standard Horizontal Well Spacing Unit (Y/N), If No, describe	Yes
Other Situations	
Depth Severance: Y/N. If yes, description	N
Proximity Tracts: If yes, description	No
Proximity Defining Well: if yes, description	N/A
Applicant's Ownership in Each Tract	Exhibit C
Well(s)	
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	

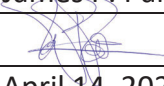
Well #1	Sapphire Fed Com 501H Well (API No. Pending) SHL: NW/4NW/4 (Lot D) of Section 14, Township 19 South, Range 33 East, N.M.P.M. BHL: SW/4SW/4 (Lot M) of Section 23, Township 19 South, Range 33 East, N.M.P.M. Completion Target: Bone Spring Formation Well Orientation: North to South Completion Location: Standard
Well #2	
Horizontal Well First and Last Take Points	Exhibit C-2
Completion Target (Formation, TVD and MD)	Exhibits C-5, C-6, and D-2
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$8,000
Production Supervision/Month \$	\$800
Justification for Supervision Costs	Exhibit C
Requested Risk Charge	200%
Notice of Hearing	
Proposed Notice of Hearing	Exhibits B and E
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit E
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit F
Ownership Determination	
Land Ownership Schematic of the Spacing Unit	Exhibits C-3, C-4, and C-5
Tract List (including lease numbers and owners)	Exhibits C-3, C-4, and C-5
Pooled Parties (including ownership type)	Exhibits C-4 and C-5
Unlocatable Parties to be Pooled	Exhibits C-4 and C-5
Ownership Depth Severance (including percentage above & below)	None
Joinder	
Sample Copy of Proposal Letter	Exhibit C-5
List of Interest Owners (ie Exhibit A of JOA)	Exhibits C-4 and C-5
Chronology of Contact with Non-Joined Working Interests	Exhibit C-7
Overhead Rates In Proposal Letter	Exhibits C-5 and C-6
Cost Estimate to Drill and Complete	Exhibit C-6
Cost Estimate to Equip Well	Exhibit C-6

Cost Estimate for Production Facilities	Exhibit C-6
Geology	
Summary (including special considerations)	Exhibit D
Spacing Unit Schematic	Exhibits C-2, C-3, and D-1
Gunbarrel/Lateral Trajectory Schematic	Exhibits C-3, D-1, and D-2
Well Orientation (with rationale)	Exhibit D
Target Formation	Exhibit D
HSU Cross Section	Exhibit D-2
Depth Severance Discussion	N/A
Forms, Figures and Tables	
C-102	Exhibit C-2
Tracts	Exhibit C-3
Summary of Interests, Unit Recapitulation (Tracts)	
General Location Map (including basin)	Exhibit C-1
Well Bore Location Map	Exhibit C-2, D-1, and D-2
Structure Contour Map - Subsea Depth	Exhibit D-2
Cross Section Location Map (including wells)	Exhibit D-1
Cross Section (including Landing Zone)	Exhibit D-3
Additional Information	
Special Provisions/Stipulations	
CERTIFICATION: I hereby certify that the information provided in this checklist is complete and accurate.	
Printed Name (Attorney or Party Representative):	James P. Parrot
Signed Name (Attorney or Party Representative):	
Date:	April 14, 2022

COMPULSORY POOLING APPLICATION CHECKLIST**ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS**

Case: 22227	APPLICANT'S RESPONSE
Date 4/14/2022	
Applicant	Legacy Reserves Operating LP
Designated Operator & OGRID (affiliation if applicable)	294281
Applicant's Counsel:	James Parrot, Beatty & Wozniak, P.C.
Case Title:	Application of Legacy Reserves Operating LP for a Horizontal Spacing Unit and Compulsory Pooling, Lea County, New Mexico
Entries of Appearance/Intervenors:	COG Operating LLC, EOA; Jalapeno Corporation, Opp to Aff; MRC Permian Company, EOA
Well Family	Sapphire
Formation/Pool	
Formation Name(s) or Vertical Extent:	Bone Spring
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Entire Formation
Pool Name and Pool Code:	Gem; Bone Spring, East [27230]
Well Location Setback Rules:	Statewide Rules
Spacing Unit Size:	320 acres
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	320 acres, more or less
Building Blocks:	Quarter-Quarter sections
Orientation:	North-South
Description: TRS/County	E/2W/2 of Sections 14 and 23, T-19-S, R-33-E, Lea County
Standard Horizontal Well Spacing Unit (Y/N), If No, describe	Yes
Other Situations	
Depth Severance: Y/N. If yes, description	N
Proximity Tracts: If yes, description	No
Proximity Defining Well: if yes, description	N/A
Applicant's Ownership in Each Tract	Exhibit C
Well(s)	
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	

Well #1	Sapphire Fed Com 502H Well (API No. Pending) SHL: NW/4NW/4 (Lot D) of Section 14, Township 19 South, Range 33 East, N.M.P.M. BHL: SE/4SW/4 (Lot N) of Section 23, Township 19 South, Range 33 East, N.M.P.M. Completion Target: Bone Spring Formation Well Orientation: North to South Completion Location: Standard
Well #2	
Horizontal Well First and Last Take Points	Exhibit C-2
Completion Target (Formation, TVD and MD)	Exhibits C-5, C-6, and D-2
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$8,000
Production Supervision/Month \$	\$800
Justification for Supervision Costs	Exhibit C
Requested Risk Charge	200%
Notice of Hearing	
Proposed Notice of Hearing	Exhibits B and E
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit E
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit F
Ownership Determination	
Land Ownership Schematic of the Spacing Unit	Exhibits C-3, C-4, and C-5
Tract List (including lease numbers and owners)	Exhibits C-3, C-4, and C-5
Pooled Parties (including ownership type)	Exhibits C-4 and C-5
Unlocatable Parties to be Pooled	Exhibits C-4 and C-5
Ownership Depth Severance (including percentage above & below)	None
Joinder	
Sample Copy of Proposal Letter	Exhibit C-5
List of Interest Owners (ie Exhibit A of JOA)	Exhibits C-4 and C-5
Chronology of Contact with Non-Joined Working Interests	Exhibit C-7
Overhead Rates In Proposal Letter	Exhibits C-5 and C-6
Cost Estimate to Drill and Complete	Exhibit C-6
Cost Estimate to Equip Well	Exhibit C-6

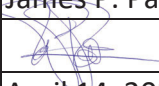
Cost Estimate for Production Facilities	Exhibit C-6
Geology	
Summary (including special considerations)	Exhibit D
Spacing Unit Schematic	Exhibits C-2, C-3, and D-1
Gunbarrel/Lateral Trajectory Schematic	Exhibits C-3, D-1, and D-2
Well Orientation (with rationale)	Exhibit D
Target Formation	Exhibit D
HSU Cross Section	Exhibit D-2
Depth Severance Discussion	N/A
Forms, Figures and Tables	
C-102	Exhibit C-2
Tracts	Exhibit C-3
Summary of Interests, Unit Recapitulation (Tracts)	
General Location Map (including basin)	Exhibit C-1
Well Bore Location Map	Exhibit C-2, D-1, and D-2
Structure Contour Map - Subsea Depth	Exhibit D-2
Cross Section Location Map (including wells)	Exhibit D-1
Cross Section (including Landing Zone)	Exhibit D-3
Additional Information	
Special Provisions/Stipulations	
CERTIFICATION: I hereby certify that the information provided in this checklist is complete and accurate.	
Printed Name (Attorney or Party Representative):	James P. Parrot
Signed Name (Attorney or Party Representative):	
Date:	April 14, 2022

COMPULSORY POOLING APPLICATION CHECKLIST

ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS

Case: 22228	APPLICANT'S RESPONSE
Date 4/14/2022	
Applicant	Legacy Reserves Operating LP
Designated Operator & OGRID (affiliation if applicable)	294281
Applicant's Counsel:	James Parrot, Beatty & Wozniak, P.C.
Case Title:	Application of Legacy Reserves Operating LP for a Horizontal Spacing Unit and Compulsory Pooling, Lea County, New Mexico
Entries of Appearance/Intervenors:	COG Operating LLC, EOA; Jalapeno Corporation, Opp to Aff; MRC Permian Company, EOA
Well Family	Sapphire
Formation/Pool	
Formation Name(s) or Vertical Extent:	Bone Spring
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Entire Formation
Pool Name and Pool Code:	Gem; Bone Spring, East [27230]
Well Location Setback Rules:	Statewide Rules
Spacing Unit Size:	320 acres
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	320 acres, more or less
Building Blocks:	Quarter-Quarter sections
Orientation:	North-South
Description: TRS/County	W/2E/2 of Sections 14 and 23, T-19-S, R-33-E, Lea County
Standard Horizontal Well Spacing Unit (Y/N), If No, describe	Yes
Other Situations	
Depth Severance: Y/N. If yes, description	N
Proximity Tracts: If yes, description	No
Proximity Defining Well: if yes, description	N/A
Applicant's Ownership in Each Tract	Exhibit C

Well(s)	
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	
Well #1	<p>Sapphire Fed Com 503H Well (API No. Pending) SHL: NW/4NE/4 (Lot B) of Section 14, Township 19 South, Range 33 East, N.M.P.M. BHL: SW/4SE/4 (Lot O) of Section 23, Township 19 South, Range 33 East, N.M.P.M.</p> <p>Completion Target: Bone Spring Formation Well Orientation: North to South Completion Location: Standard</p>
Well #2	
Horizontal Well First and Last Take Points	Exhibit C-2
Completion Target (Formation, TVD and MD)	Exhibits C-5, C-6, and D-2
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Proposed Notice of Hearing	Exhibits B and E
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Ownership Determination	
Land Ownership Schematic of the Spacing Unit	Exhibits C-3, C-4, and C-5
Tract List (including lease numbers and owners)	Exhibits C-3, C-4, and C-5
Pooled Parties (including ownership type)	Exhibits C-4 and C-5
Unlocatable Parties to be Pooled	Exhibits C-4 and C-5
Ownership Depth Severance (including percentage above & below)	None
Joinder	
Sample Copy of Proposal Letter	Exhibit C-5
List of Interest Owners (ie Exhibit A of JOA)	Exhibits C-4 and C-5
Working Interests	Exhibit C-7

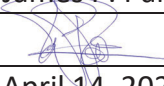
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Depth Severance Discussion	N/A
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Signed Name (Attorney or Party Representative):	
Date:	April 14, 2022

COMPULSORY POOLING APPLICATION CHECKLIST

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Case: 22229	APPLICANT'S RESPONSE
Date 4/14/2022	
Applicant	Legacy Reserves Operating LP
Designated Operator & OGRID (affiliation if applicable)	294281
Applicant's Counsel:	James Parrot, Beatty & Wozniak, P.C.
Case Title:	Application of Legacy Reserves Operating LP for a Horizontal Spacing Unit and Compulsory Pooling, Lea County, New Mexico
Entries of Appearance/Intervenors:	COG Operating LLC, EOA; Jalapeno Corporation, Opp to Aff; MRC Permian Company, EOA
Well Family	Sapphire
Formation/Pool	
Formation Name(s) or Vertical Extent:	Bone Spring
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Entire Formation
Pool Name and Pool Code:	Gem; Bone Spring, East [27230]
Well Location Setback Rules:	Statewide Rules
Spacing Unit Size:	320 acres
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	320 acres, more or less
Building Blocks:	Quarter-Quarter sections
Orientation:	North-South
Description: TRS/County	E/2E/2 of Sections 14 and 23, T-19-S, R-33-E, Lea County
Standard Horizontal Well Spacing Unit (Y/N), If No, describe	Yes
Other Situations	
Depth Severance: Y/N. If yes, description	N
Proximity Tracts: If yes, description	No
Proximity Defining Well: if yes, description	N/A
Applicant's Ownership in Each Tract	Exhibit C
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Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	

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Land Ownership Schematic of the Spacing Unit	Exhibits C-3, C-4, and C-5
Tract List (including lease numbers and owners)	Exhibits C-3, C-4, and C-5
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Unlocatable Parties to be Pooled	Exhibits C-4 and C-5
Ownership Depth Severance (including percentage above & below)	None
Joinder	
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Cost Estimate to Drill and Complete	Exhibit C-6
Cost Estimate to Equip Well	Exhibit C-6

Cost Estimate for Production Facilities	Exhibit C-6
Geology	
Summary (including special considerations)	Exhibit D
Spacing Unit Schematic	Exhibits C-2, C-3, and D-1
Gunbarrel/Lateral Trajectory Schematic	Exhibits C-3, D-1, and D-2
Well Orientation (with rationale)	Exhibit D
Target Formation	Exhibit D
HSU Cross Section	Exhibit D-2
Depth Severance Discussion	N/A
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Tracts	Exhibit C-3
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Well Bore Location Map	Exhibit C-2, D-1, and D-2
Structure Contour Map - Subsea Depth	Exhibit D-2
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Cross Section (including Landing Zone)	Exhibit D-3
Additional Information	
Special Provisions/Stipulations	
CERTIFICATION: I hereby certify that the information provided in this checklist is complete and accurate.	
Printed Name (Attorney or Party Representative):	James P. Parrot
Signed Name (Attorney or Party Representative):	
Date:	April 14, 2022

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

APPLICATION OF LEGACY RESERVES
OPERATING LP FOR A HORIZONTAL SPACING
UNIT AND COMPULSORY POOLING, LEA
COUNTY, NEW MEXICO

Case No. 22226

APPLICATION

Legacy Reserves Operating LP (“Legacy”) OGRID No. 294281 through its undersigned attorneys, hereby files this Application with the Oil Conservation Division (“Division”) pursuant to the provisions of NMSA 1978, Section 70-2-17, for an order (1) creating a standard 320-acre, more or less, spacing and proration unit comprised of the W½W½ of Section 14 and W½W½ of Section 23, Township 19 South, Range 33 East, N.M.P.M, Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation, designated as an oil pool, underlying said unit.

In support of its Application, Legacy states the following:

1. Legacy is a working interest owner in the proposed horizontal spacing and proration unit (“HSU”) and has a right to drill a well thereon.
2. Legacy proposes and dedicates the Sapphire Fed Com 501H Well as an initial well to the HSU.
3. Legacy proposes the Sapphire Fed Com 501H Well, an oil well, to be horizontally drilled from a surface location in the NW¼NW¼ of Section 14, Township 19 South, Range 33 East, N.M.P.M, to a bottom hole location in the SW¼SW¼ of Section 23, Township 19 South, Range 33 East, N.M.P.M.

4. The well is orthodox in its location, and its take points and lateral comply with Statewide Rules for setbacks.

5. Legacy has sought in good faith, but has been unable to obtain, voluntary agreement from all interest owners to participate in the drilling of the well or in the commitment of their interests to the well for its development within the proposed HSU.

6. The pooling of all interests in the Bone Spring formation within the proposed HSU, and creation of the spacing unit, will avoid the drilling of unnecessary wells, prevent waste and protect correlative rights. In order to provide for its just and fair share of the oil and gas underlying the subject lands, Legacy requests that all uncommitted interests in this HSU be pooled and that Legacy be designated the operator of the proposed horizontal well and HSU.

WHEREFORE, Legacy requests that this Application be set for hearing on October 23, 2021, before an Examiner of the Oil Conservation Division, and after notice and hearing as required by law, the Division enter an order:

A. Approving the creation of a standard 320-acre, more or less, spacing and proration unit comprised of the $W\frac{1}{2}W\frac{1}{2}$ of Section 14 and the $W\frac{1}{2}W\frac{1}{2}$ of Section 23, Township 19 South, Range 33 East, Lea County, New Mexico;

B. Pooling all uncommitted mineral interests in the Bone Spring formation underlying the proposed HSU.

C. Approving the Sapphire Fed Com 501H Well as the well for the HSU.

D. Designating Legacy as operator of this HSU and the horizontal well to be drilled thereon;

E. Authorizing Legacy to recover its costs of drilling, equipping, and completing the well;

F. Approving actual operating charges and costs of supervision, to the maximum extent allowable, while drilling and after completion, together with a provision adjusting the rates pursuant to the COPAS accounting procedures; and

G. Setting a 200% charge for the risk assumed by Legacy in drilling and completing the well in the event a working interest owner elects not to participate in the well.

Respectfully submitted

BEATTY & WOZNIAK, P.C.


Jobediah Rittenhouse
1675 Broadway, Suite 600
Denver, CO 80202
(303) 407-4457
jrittenhouse@bwenerylaw.com

Application of Legacy Reserves Operating LP for a Horizontal Spacing Unit and Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order from the Division: (1) creating a standard 320-acre, more or less, spacing and proration unit comprised of the $W\frac{1}{2}W\frac{1}{2}$ of Section 14 and $W\frac{1}{2}W\frac{1}{2}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M, Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation, designated as an oil pool, underlying said unit. The proposed well to be dedicated to the horizontal spacing unit is the Sapphire Fed Com 501H Well, an oil well, to be horizontally drilled from a surface location in the $NW\frac{1}{4}NW\frac{1}{4}$ of Section 14, Township 19 South, Range 33 East, N.M.P.M, to a bottom hole location in the $SW\frac{1}{4}SW\frac{1}{4}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M. The well is orthodox in location and the take points and lateral comply with Statewide Rules for setbacks; also to be considered will be the cost of drilling and completing the well and the allocation of the costs thereof; actual operating costs and charges for supervision; the designation of the Applicant as Operator of the well and unit; and a 200% charge for the risk involved in drilling and completing the well. The well and lands are located approximately 3 miles southwest of Lovington, New Mexico.

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

**APPLICATION OF LEGACY RESERVES
OPERATING LP FOR A HORIZONTAL SPACING
UNIT AND COMPULSORY POOLING, LEA
COUNTY, NEW MEXICO**

Case No. 22227

APPLICATION

Legacy Reserves Operating LP (“Legacy”) OGRID No. 294281 through its undersigned attorneys, hereby files this Application with the Oil Conservation Division (“Division”) pursuant to the provisions of NMSA 1978, Section 70-2-17, for an order (1) creating a standard 320-acre, more or less, spacing and proration unit comprised of the E½W½ of Section 14 and E½W½ of Section 23, Township 19 South, Range 33 East, N.M.P.M, Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation, designated as an oil pool, underlying said unit.

In support of its Application, Legacy states the following:

1. Legacy is a working interest owner in the proposed horizontal spacing and proration unit (“HSU”) and has a right to drill a well thereon.
2. Legacy proposes and dedicates the Sapphire Fed Com 502H Well as an initial well to the HSU.
3. Legacy proposes the Sapphire Fed Com 502H Well, an oil well, to be horizontally drilled from a surface location in the NW¼NW¼ of Section 14, Township 19 South, Range 33 East, N.M.P.M, to a bottom hole location in the SE¼SW¼ of Section 23, Township 19 South, Range 33 East, N.M.P.M.

4. The well is orthodox in its location, and its take points and lateral comply with Statewide Rules for setbacks.

5. Legacy has sought in good faith, but has been unable to obtain, voluntary agreement from all interest owners to participate in the drilling of the well or in the commitment of their interests to the well for its development within the proposed HSU.

6. The pooling of all interests in the Bone Spring formation within the proposed HSU, and creation of the spacing unit, will avoid the drilling of unnecessary wells, prevent waste and protect correlative rights. In order to provide for its just and fair share of the oil and gas underlying the subject lands, Legacy requests that all uncommitted interests in this HSU be pooled and that Legacy be designated the operator of the proposed horizontal well and HSU.

WHEREFORE, Legacy requests that this Application be set for hearing on October 23, 2021, before an Examiner of the Oil Conservation Division, and after notice and hearing as required by law, the Division enter an order:

A. Approving the creation of a standard 320-acre, more or less, spacing and proration unit comprised of the E $\frac{1}{2}$ W $\frac{1}{2}$ of Section 14 and the E $\frac{1}{2}$ W $\frac{1}{2}$ of Section 23, Township 19 South, Range 33 East, Lea County, New Mexico;

B. Pooling all uncommitted mineral interests in the Bone Spring formation underlying the proposed HSU.

C. Approving the Sapphire Fed Com 502H Well as the well for the HSU.

D. Designating Legacy as operator of this HSU and the horizontal well to be drilled thereon;

E. Authorizing Legacy to recover its costs of drilling, equipping, and completing the well;

F. Approving actual operating charges and costs of supervision, to the maximum extent allowable, while drilling and after completion, together with a provision adjusting the rates pursuant to the COPAS accounting procedures; and

G. Setting a 200% charge for the risk assumed by Legacy in drilling and completing the well in the event a working interest owner elects not to participate in the well.

Respectfully submitted

BEATTY & WOZNIAK, P.C.



Jobediah Rittenhouse
1675 Broadway, Suite 600
Denver, CO 80202
(303) 407-4457
jrittenhouse@bwenergy.com

Application of Legacy Reserves Operating LP for a Horizontal Spacing Unit and Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order from the Division: (1) creating a standard 320-acre, more or less, spacing and proration unit comprised of the E $\frac{1}{2}$ W $\frac{1}{2}$ of Section 14 and E $\frac{1}{2}$ W $\frac{1}{2}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M, Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation, designated as an oil pool, underlying said unit. The proposed well to be dedicated to the horizontal spacing unit is the Sapphire Fed Com 502H Well, an oil well, to be horizontally drilled from a surface location in the NW $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 14, Township 19 South, Range 33 East, N.M.P.M, to a bottom hole location in the SE $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M. The well is orthodox in location and the take points and lateral comply with Statewide Rules for setbacks; also to be considered will be the cost of drilling and completing the well and the allocation of the costs thereof; actual operating costs and charges for supervision; the designation of the Applicant as Operator of the well and unit; and a 200% charge for the risk involved in drilling and completing the well. The well and lands are located approximately 3 miles southwest of Lovington, New Mexico.

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

**APPLICATION OF LEGACY RESERVES
OPERATING LP FOR A HORIZONTAL SPACING
UNIT AND COMPULSORY POOLING, LEA
COUNTY, NEW MEXICO**

Case No. 22228

APPLICATION

Legacy Reserves Operating LP (“Legacy”) OGRID No. 294281 through its undersigned attorneys, hereby files this Application with the Oil Conservation Division (“Division”) pursuant to the provisions of NMSA 1978, Section 70-2-17, for an order (1) creating a standard 320-acre, more or less, spacing and proration unit comprised of the W½E½ of Section 14 and W½E½ of Section 23, Township 19 South, Range 33 East, N.M.P.M, Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation, designated as an oil pool, underlying said unit.

In support of its Application, Legacy states the following:

1. Legacy is a working interest owner in the proposed horizontal spacing and proration unit (“HSU”) and has a right to drill a well thereon.
2. Legacy proposes and dedicates the Sapphire Fed Com 503H Well as an initial well to the HSU.
3. Legacy proposes the Sapphire Fed Com 503H Well, an oil well, to be horizontally drilled from a surface location in the NW¼NE¼ of Section 14, Township 19 South, Range 33 East, N.M.P.M, to a bottom hole location in the SW¼SE¼ of Section 23, Township 19 South, Range 33 East, N.M.P.M.

4. The well is orthodox in its location, and its take points and lateral comply with Statewide Rules for setbacks.

5. Legacy has sought in good faith, but has been unable to obtain, voluntary agreement from all interest owners to participate in the drilling of the well or in the commitment of their interests to the well for its development within the proposed HSU.

6. The pooling of all interests in the Bone Spring formation within the proposed HSU, and creation of the spacing unit, will avoid the drilling of unnecessary wells, prevent waste and protect correlative rights. In order to provide for its just and fair share of the oil and gas underlying the subject lands, Legacy requests that all uncommitted interests in this HSU be pooled and that Legacy be designated the operator of the proposed horizontal well and HSU.

WHEREFORE, Legacy requests that this Application be set for hearing on October 23, 2021, before an Examiner of the Oil Conservation Division, and after notice and hearing as required by law, the Division enter an order:

A. Approving the creation of a standard 320-acre, more or less, spacing and proration unit comprised of the W $\frac{1}{2}$ E $\frac{1}{2}$ of Section 14 and the W $\frac{1}{2}$ E $\frac{1}{2}$ of Section 23, Township 19 South, Range 33 East, Lea County, New Mexico;

B. Pooling all uncommitted mineral interests in the Bone Spring formation underlying the proposed HSU.

C. Approving the Sapphire Fed Com 503H Well as the well for the HSU.

D. Designating Legacy as operator of this HSU and the horizontal well to be drilled thereon;

E. Authorizing Legacy to recover its costs of drilling, equipping, and completing the well;

F. Approving actual operating charges and costs of supervision, to the maximum extent allowable, while drilling and after completion, together with a provision adjusting the rates pursuant to the COPAS accounting procedures; and

G. Setting a 200% charge for the risk assumed by Legacy in drilling and completing the well in the event a working interest owner elects not to participate in the well.

Respectfully submitted

BEATTY & WOZNIAK, P.C.



Jobediah Rittenhouse
1675 Broadway, Suite 600
Denver, CO 80202
(303) 407-4457
jrittenhouse@bwenerylaw.com

Application of Legacy Reserves Operating LP for a Horizontal Spacing Unit and Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order from the Division: (1) creating a standard 320-acre, more or less, spacing and proration unit comprised of the W $\frac{1}{2}$ E $\frac{1}{2}$ of Section 14 and W $\frac{1}{2}$ E $\frac{1}{2}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M, Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation, designated as an oil pool, underlying said unit. The proposed well to be dedicated to the horizontal spacing unit is the Sapphire Fed Com 503H Well, an oil well, to be horizontally drilled from a surface location in the NW $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 14, Township 19 South, Range 33 East, N.M.P.M, to a bottom hole location in the SW $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M. The well is orthodox in location and the take points and lateral comply with Statewide Rules for setbacks; also to be considered will be the cost of drilling and completing the well and the allocation of the costs thereof; actual operating costs and charges for supervision; the designation of the Applicant as Operator of the well and unit; and a 200% charge for the risk involved in drilling and completing the well. The well and lands are located approximately 3 miles southwest of Lovington, New Mexico.

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

**APPLICATION OF LEGACY RESERVES
OPERATING LP FOR A HORIZONTAL SPACING
UNIT AND COMPULSORY POOLING, LEA
COUNTY, NEW MEXICO**

Case No. 22229

APPLICATION

Legacy Reserves Operating LP (“Legacy”) OGRID No. 294281 through its undersigned attorneys, hereby files this Application with the Oil Conservation Division (“Division”) pursuant to the provisions of NMSA 1978, Section 70-2-17, for an order (1) creating a standard 320-acre, more or less, spacing and proration unit comprised of the E½E½ of Section 14 and E½E½ of Section 23, Township 19 South, Range 33 East, N.M.P.M, Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation, designated as an oil pool, underlying said unit.

In support of its Application, Legacy states the following:

1. Legacy is a working interest owner in the proposed horizontal spacing and proration unit (“HSU”) and has a right to drill a well thereon.
2. Legacy proposes and dedicates the Sapphire Fed Com 504H Well as an initial well to the HSU.
3. Legacy proposes the Sapphire Fed Com 504H Well, an oil well, to be horizontally drilled from a surface location in the NW¼NE¼ of Section 14, Township 19 South, Range 33 East, N.M.P.M, to a bottom hole location in the SE¼SE¼ of Section 23, Township 19 South, Range 33 East, N.M.P.M.

4. The well is orthodox in its location, and its take points and lateral comply with Statewide Rules for setbacks.

5. Legacy has sought in good faith, but has been unable to obtain, voluntary agreement from all interest owners to participate in the drilling of the well or in the commitment of their interests to the well for its development within the proposed HSU.

6. The pooling of all interests in the Bone Spring formation within the proposed HSU, and creation of the spacing unit, will avoid the drilling of unnecessary wells, prevent waste and protect correlative rights. In order to provide for its just and fair share of the oil and gas underlying the subject lands, Legacy requests that all uncommitted interests in this HSU be pooled and that Legacy be designated the operator of the proposed horizontal well and HSU.

WHEREFORE, Legacy requests that this Application be set for hearing on October 23, 2021, before an Examiner of the Oil Conservation Division, and after notice and hearing as required by law, the Division enter an order:

A. Approving the creation of a standard 320-acre, more or less, spacing and proration unit comprised of the E $\frac{1}{2}$ E $\frac{1}{2}$ of Section 14 and the E $\frac{1}{2}$ E $\frac{1}{2}$ of Section 23, Township 19 South, Range 33 East, Lea County, New Mexico;

B. Pooling all uncommitted mineral interests in the Bone Spring formation underlying the proposed HSU.

C. Approving the Sapphire Fed Com 504H Well as the well for the HSU.

D. Designating Legacy as operator of this HSU and the horizontal well to be drilled thereon;

E. Authorizing Legacy to recover its costs of drilling, equipping, and completing the well;

F. Approving actual operating charges and costs of supervision, to the maximum extent allowable, while drilling and after completion, together with a provision adjusting the rates pursuant to the COPAS accounting procedures; and

G. Setting a 200% charge for the risk assumed by Legacy in drilling and completing the well in the event a working interest owner elects not to participate in the well.

Respectfully submitted

BEATTY & WOZNIAK, P.C.


Jobediah Rittenhouse
1675 Broadway, Suite 600
Denver, CO 80202
(303) 407-4457
jrittenhouse@bwenerylaw.com

Application of Legacy Reserves Operating LP for a Horizontal Spacing Unit and Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order from the Division: (1) creating a standard 320-acre, more or less, spacing and proration unit comprised of the E $\frac{1}{2}$ E $\frac{1}{2}$ of Section 14 and E $\frac{1}{2}$ E $\frac{1}{2}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M, Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation, designated as an oil pool, underlying said unit. The proposed well to be dedicated to the horizontal spacing unit is the Sapphire Fed Com 504H Well, an oil well, to be horizontally drilled from a surface location in the NW $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 14, Township 19 South, Range 33 East, N.M.P.M, to a bottom hole location in the SE $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M. The well is orthodox in location and the take points and lateral comply with Statewide Rules for setbacks; also to be considered will be the cost of drilling and completing the well and the allocation of the costs thereof; actual operating costs and charges for supervision; the designation of the Applicant as Operator of the well and unit; and a 200% charge for the risk involved in drilling and completing the well. The well and lands are located approximately 3 miles southwest of Lovington, New Mexico.

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

**APPLICATIONS OF LEGACY RESERVES
OPERATING LP FOR A HORIZONTAL SPACING
UNIT AND COMPULSORY POOLING, LEA
COUNTY, NEW MEXICO**

Case No. 22226 – 22229

AFFIDAVIT OF BRETT WILLIS

Brett Willis, being first duly sworn upon oath, deposes and states as follows:

1. My name is Brett Willis, and I am employed by Legacy Reserves Operating LP (“Legacy”) as a Senior Landman.

2. I have not previously testified before the New Mexico Oil Conservation Division (“Division”). I have several years of experience in petroleum land matters, and I have worked directly or in a supervisory role with the properties that are the subject of these matters. I ask that the Division accept my credentials as those of an expert witness in petroleum land matters and made a matter of record.

a. I have a Bachelor of Arts Degree in Marketing from Oral Roberts University and a Master of Business Administration in Oil and Gas Management from the Aberdeen Business School of Robert Gordon University.

b. I have a Certified Professional Landman (CPL) certification from the American Association of Professional Landmen (AAPL).

c. I have worked in petroleum land matters since April 2011, which includes experience in the Permian Basin.

3. I am submitting this affidavit in support of Legacy's applications in the above-referenced cases pursuant to 19.15.4.12.(A)(1) NMAC.

4. I am familiar with the applications filed by Legacy in these consolidated cases and the status of the lands in the subject area.

5. The uncommitted mineral owners subject to the requested relief of these cases have not indicated any objection to the presentation of these applications by affidavit, and I do not anticipate any objection at the hearing.

6. Under these consolidated cases, Legacy seeks orders from the Division (1) creating standard 320-acre, more or less, spacing and proration units comprised of lands in Sections 14 and 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation as follows:

a. In **Case No. 22226**, Legacy seeks to create a spacing and proration unit and pool all uncommitted mineral interest owners underlying a standard 320-acre horizontal unit comprised of the $W\frac{1}{2}W\frac{1}{2}$ of Section 14 and $W\frac{1}{2}W\frac{1}{2}$ of Section 23, and to dedicate the **Sapphire Fed Com 501H Well** (API No. Pending) as an initial well to the unit, to be horizontally drilled from a surface location in the $NW\frac{1}{4}NW\frac{1}{4}$ of Section 14, to a bottom hole location in the $SW\frac{1}{4}SW\frac{1}{4}$ of Section 23.

b. In **Case No. 22227**, Legacy seeks to create a spacing and proration unit and pool all uncommitted mineral interest owners underlying a standard 320-acre horizontal unit comprised of the $E\frac{1}{2}W\frac{1}{2}$ of Section 14 and $E\frac{1}{2}W\frac{1}{2}$ of Section 23, and to dedicate the **Sapphire Fed Com 502H Well** (API No. Pending) as an initial well to the unit, to be horizontally drilled from a surface location in the $NW\frac{1}{4}NW\frac{1}{4}$ of Section 14, to a bottom hole location in the $SE\frac{1}{4}SW\frac{1}{4}$ of Section 23.

c. In **Case No. 22228**, Legacy seeks to create a spacing and proration unit and pool all uncommitted mineral interest owners underlying a standard 320-acre horizontal unit comprised of the W $\frac{1}{2}$ E $\frac{1}{2}$ of Section 14 and W $\frac{1}{2}$ E $\frac{1}{2}$ of Section 23, and to dedicate the **Sapphire Fed Com 503H Well** (API No. Pending) as an initial well to the unit, to be horizontally drilled from a surface location in the NW $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 14, to a bottom hole location in the SW $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 23.

d. In **Case No. 22229**, Legacy seeks to create a spacing and proration unit and pool all uncommitted mineral interest owners underlying a standard 320-acre horizontal unit comprised of the E $\frac{1}{2}$ E $\frac{1}{2}$ of Section 14 and E $\frac{1}{2}$ E $\frac{1}{2}$ of Section 23, and to dedicate the **Sapphire Fed Com 504H Well** (API No. Pending) as an initial well to the unit, to be horizontally drilled from a surface location in the NW $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 14, to a bottom hole location in the SE $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 23.

7. **Legacy Exhibit C-1** is a general location map showing the proposed Bone Spring formation spacing units. The acreage subject to the applications are federal lands.

8. **Legacy Exhibit C-2** contains the Form C-102s for the proposed Bone Spring wells to be drilled and completed in the subject units. The location of each well is orthodox and meets the Division's offset requirements.

9. **Legacy Exhibit C-3** outlines the proposed Bone Spring units and tracts therein.

1. **Legacy Exhibit C-4** sets forth the parties being pooled, the nature of their interests, and their last known address. The exhibit identifies the tract number, tract percentage interest, and spacing unit percentage interest for each mineral owner. In compiling these addresses, I conducted a diligent search of the public records in Lea County, New Mexico, where the well(s) is located, and of phone directories and did computer searches to locate the contact

information for parties entitled to notification. All working interest owners and overriding royalty interest owners were locatable and noticed, and there are no unleased mineral interest owners. Legacy caused notice to be published in the Albuquerque Journal, a newspaper of general circulation in Lea County, New Mexico. I provided the law firm of Beatty & Wozniak, P.C. with the names and addresses for these mineral owners and instructed that each owner be provided notice of the hearing in these matters.

2. **Legacy Exhibits C-5** contains the well proposal letter(s) sent in July 2021 to each mineral interest owner.

3. **Legacy Exhibit C-6** contains the AFE for each proposed well. The estimated costs of the wells set forth in the AFEs is fair, reasonable, and comparable to the costs of other wells of similar depths and lengths drilled in this area of New Mexico.

4. **Legacy Exhibit C-7** sets forth a chronology of the contacts with owners. Legacy has made a good faith effort to obtain voluntary joinder of the working interest owners in the proposed wells.

5. The interest owners being pooled have been contacted regarding the proposed wells but have failed or refused to voluntarily commit their interests in the wells. However, Legacy remains in discussions with some of the interest owners to voluntarily enter into a Joint Operating Agreement. If a mutually agreeable Joint Operating Agreement is reached between Legacy and another interest owner or owners, Legacy requests that the voluntary agreement become operative and supersede the Division's order for said parties, except to the extent the Division deems it necessary to maintain spacing criteria for the purpose of conservation, the prevention of waste, and the protection of correlative rights.

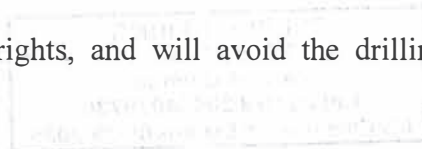
6. Legacy requests overhead and administrative rates of \$8,000/month for drilling each well and \$800/month for producing each well. These rates are fair and comparable to the rates charged by other operators for wells of this type in this area of southeastern New Mexico. Legacy requests that these rates be adjusted periodically as provided in the COPAS Accounting Procedure.

7. Legacy requests the maximum cost, plus 200% risk charge be assessed against nonconsenting working interest owners.

8. Legacy requests that it be designated operator of the units and wells.

9. **Exhibit C-1** through **Exhibit C-7** were either prepared by me or compiled from Legacy's company business records under my direct supervision.

10. The granting of these applications is in the best interest of conservation, the prevention of waste, and the protection of correlative rights, and will avoid the drilling of unnecessary wells.



11. I hereby swear that to the best of my knowledge and belief, all of the matters set forth herein and in the exhibits are true, correct, and accurate.

[Remainder of page left intentionally blank]

FURTHER AFFIANT SAYETH NOT.

Dated this 15th day of October, 2021.

Brett Willis
Legacy Reserves Operating LP

STATE OF COLORADO)
) ss.
CITY AND COUNTY OF DENVER)

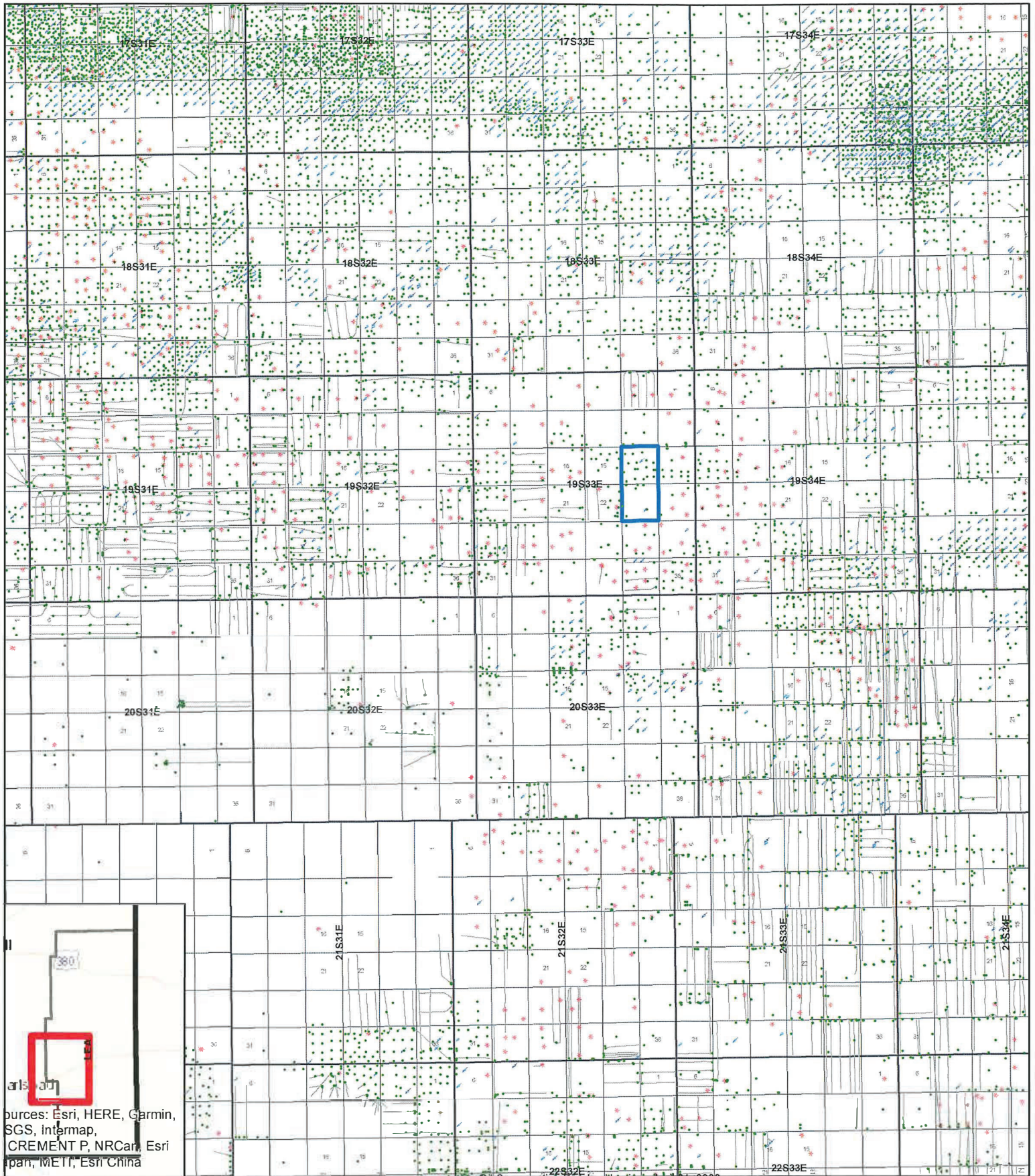
The foregoing instrument was subscribed and sworn to before me this 15th day of October, 2021, by Brett Willis, Senior Landman for Legacy Reserves Operating LP.

Witness my hand and official seal.

My commission expires: 05-25-2025

SHERI L HERING
Notary Public
State of Colorado
Notary ID # 20054029730
My Commission Expires 05-25-2025

Sapphire Unit



Sources: Esri, HERE, Garmin, SGS, Intermap, CREMONT P, NRCarr, Esri Spain, METI, Esri China

WELL @SHL
 OIL
 OIL & GAS
 GAS
 INJECTION
 P & A
 DRY HOLE
 OTHER
 WELL DIR
 Drilling

Case Nos. 22226 to 22229

Legacy Reserves Operating LP - Exhibit C-1

Oil Conservation Division Hearing - April 21, 2022
 2022 Case Nos. 22226 to 22229
 Legacy Reserves Operating LP - Exhibit C-1



District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-6720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Artesia, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

AMENDED REPORT

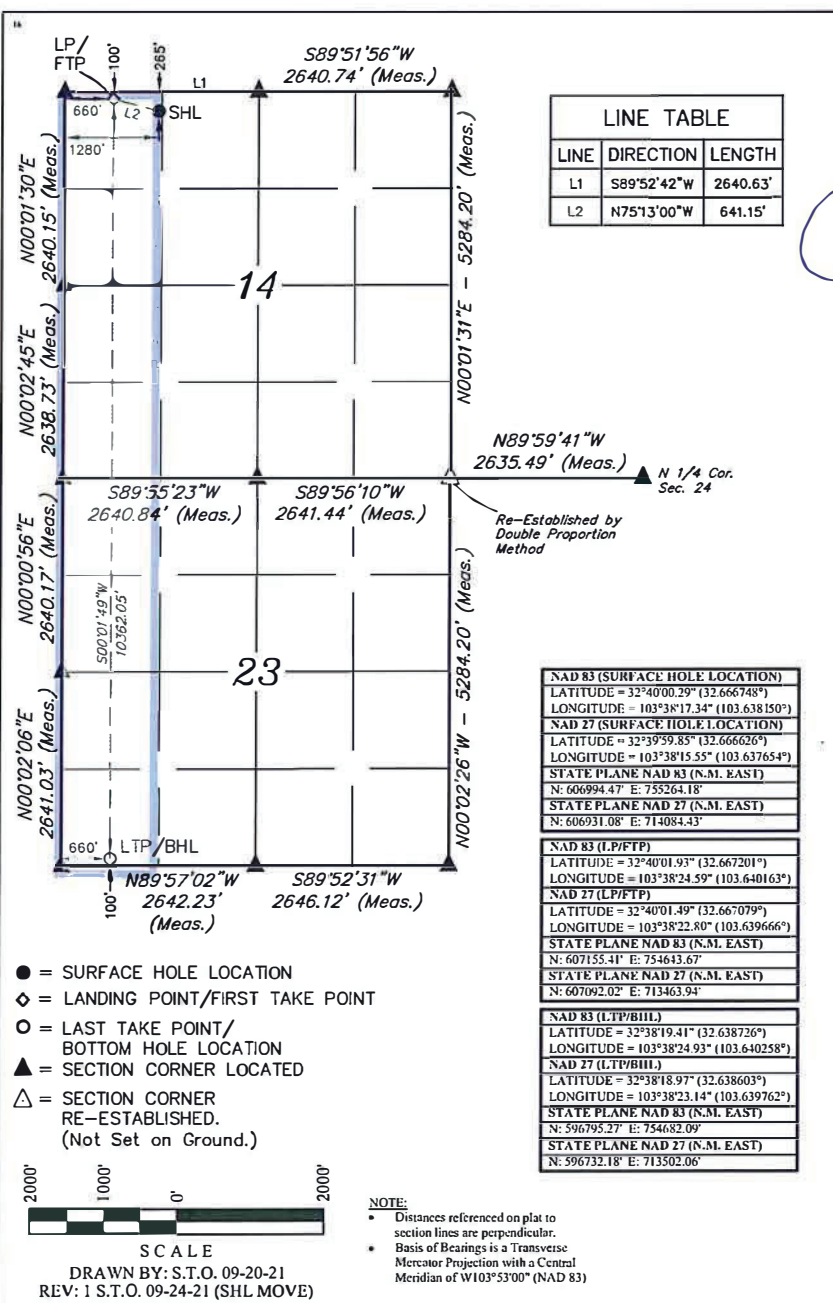
WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number	² Pool Code	³ Pool Name
	27230	Gem; Bone Spring, East
⁴ Property Code	⁵ Property Name	
	SAPPHIRE FEDERAL Com	
⁷ OGRID No.	⁸ Operator Name	⁶ Well Number
240974	LEGACY RESERVES OPERATING	50111
		⁹ Elevation 3690.1'

¹⁰ Surface Location									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	14	19S	33E		265	NORTH	1280	WEST	LEA

¹¹ Bottom Hole Location If Different From Surface									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	23	19S	33E		100	SOUTH	660	WEST	LEA
¹² Dedicated Acres		¹³ Joint or Infill		¹⁴ Consolidation Code		¹⁵ Order No.			
320									

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



OPERATOR CERTIFICATION
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order hereof, as certified by the division.

Signature: *Terri Statham* Date: 10/12/2021

Printed Name: Terri Statham
E-mail Address: tstatham@legacyreserves.com

SURVEYOR CERTIFICATION
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

September 15, 2021

Date of Survey
Signature and Seal of Professional Surveyor:

PAUL BUCHELE
NEW MEXICO
23782
09-24-21
PROFESSIONAL SURVEYOR

Certificate Number:

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1230 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number		2 Pool Code		3 Pool Name	
27230		Gem; Bone Spring, East			
4 Property Code		5 Property Name		6 Well Number	
		SAPPHIRE FEDERAL Com		50211	
7 OGRID No.		8 Operator Name		9 Elevation	
240974		LEGACY RESERVES OPERATING		3690.4'	

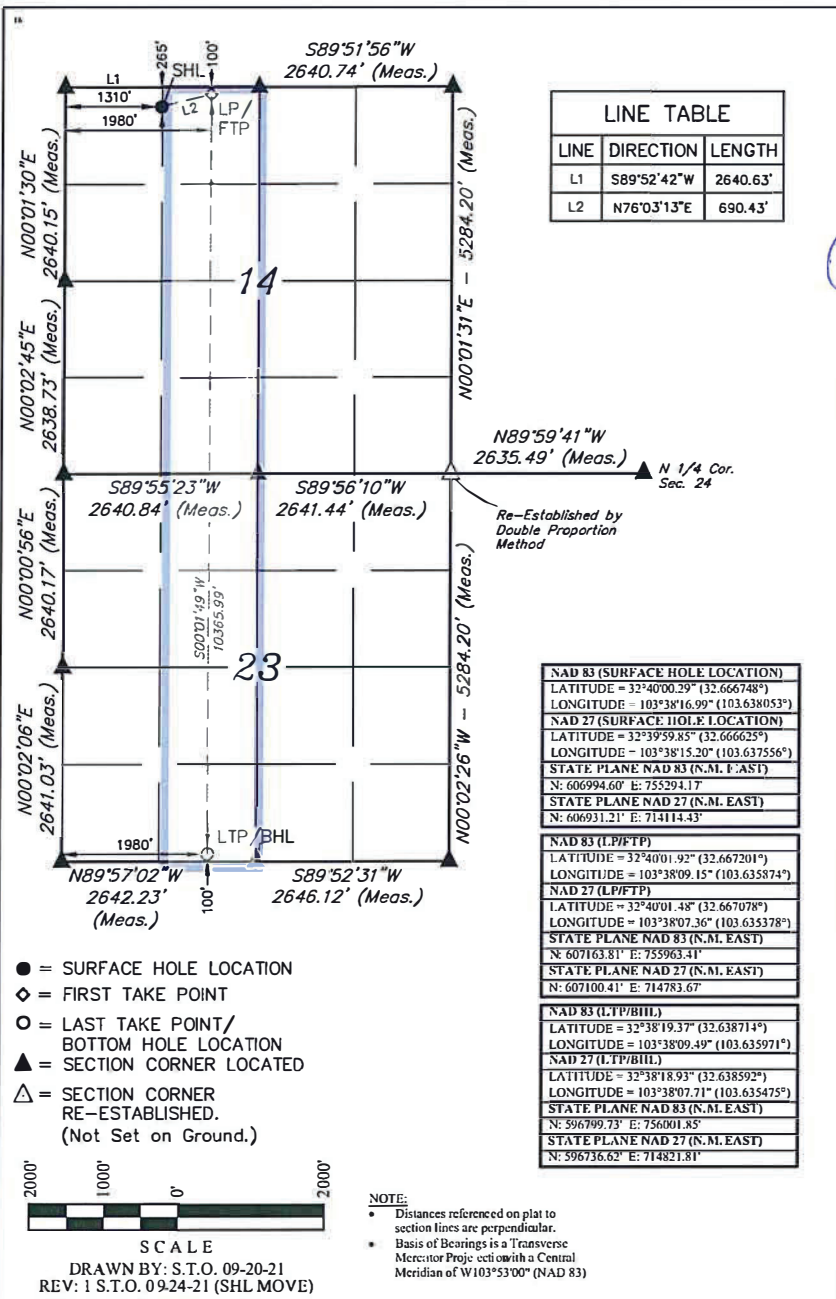
10 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	14	19S	33E		265	NORTH	1310	WEST	LEA

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	23	19S	33E		100	SOUTH	1980	WEST	LEA
12 Dedicated Acres		13 Joint or Infill		14 Consolidation Code		15 Order No.			
320									

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



LINE	DIRECTION	LENGTH
L1	S89°52'42\"W	2640.63'
L2	N76°03'13\"E	690.43'

17 OPERATOR CERTIFICATION
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Signature: *Terri Stathem* Date: 10/12/2021
Printed Name: Terri Stathem
E-mail Address: tstathem@legacyreserves.com

NAD 83 (SURFACE HOLE LOCATION)	
LATITUDE = 32°40'00.29\"	(32.666748°)
LONGITUDE = 103°38'16.99\"	(103.638053°)
NAD 27 (SURFACE HOLE LOCATION)	
LATITUDE = 32°39'59.85\"	(32.666625°)
LONGITUDE = 103°38'15.20\"	(103.637556°)
STATE PLANE NAD 83 (N.M. EAST)	
N: 606994.60'	E: 755294.17'
STATE PLANE NAD 27 (N.M. EAST)	
N: 606931.21'	E: 714114.43'
NAD 83 (L.P./FTP)	
LATITUDE = 32°40'01.92\"	(32.667201°)
LONGITUDE = 103°38'09.15\"	(103.635874°)
NAD 27 (L.P./FTP)	
LATITUDE = 32°40'01.48\"	(32.667078°)
LONGITUDE = 103°38'07.36\"	(103.635378°)
STATE PLANE NAD 83 (N.M. EAST)	
N: 607163.81'	E: 755963.41'
STATE PLANE NAD 27 (N.M. EAST)	
N: 607100.41'	E: 714783.67'
NAD 83 (LTP/BHL)	
LATITUDE = 32°38'19.37\"	(32.638714°)
LONGITUDE = 103°38'09.49\"	(103.635971°)
NAD 27 (LTP/BHL)	
LATITUDE = 32°38'18.93\"	(32.638592°)
LONGITUDE = 103°38'07.71\"	(103.635475°)
STATE PLANE NAD 83 (N.M. EAST)	
N: 596799.73'	E: 756001.85'
STATE PLANE NAD 27 (N.M. EAST)	
N: 596736.62'	E: 714821.81'

18 SURVEYOR CERTIFICATION
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

September 15, 2021
Date of Survey
Signature and Seal of Professional Surveyor:
Paul Buchele
PAUL BUCHELE
NEW MEXICO
23382
09-24-21
PROFESSIONAL SURVEYOR

Certificate Number:

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number	² Pool Code	³ Pool Name
	27230	Gem; Bone Spring, East
⁴ Property Code	⁵ Property Name	
	SAPPHIRE FEDERAL Com	
⁷ OGRID No.	⁸ Operator Name	⁶ Well Number
240974	LEGACY RESERVES OPERATING	50311
		⁹ Elevation
		3701.3'

¹⁰ Surface Location

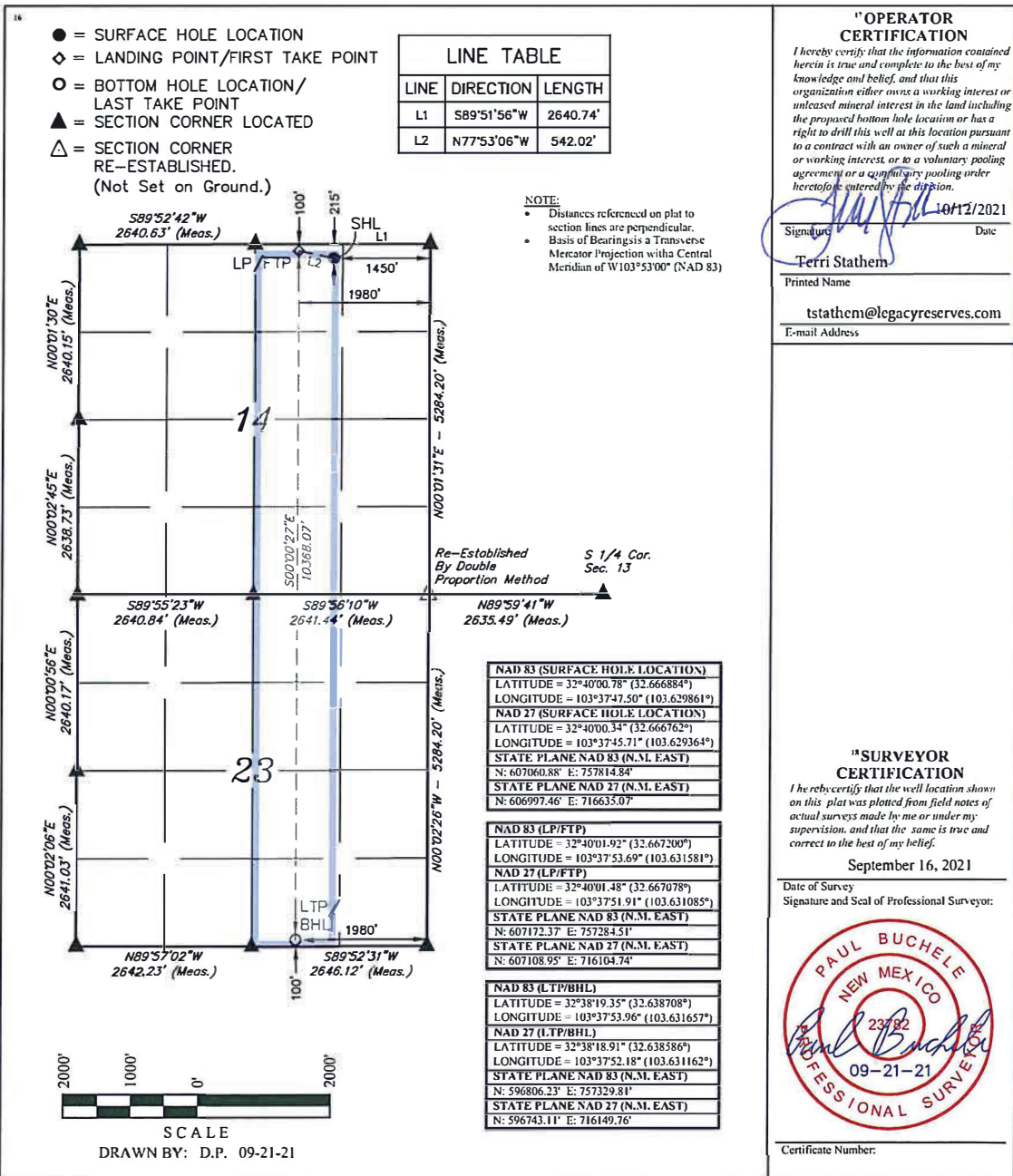
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/Westline	County
B	14	19S	33E		215	NORTH	1450	EAST	LEA

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/Westline	County
O	23	19S	33E		100	SOUTH	1980	EAST	LEA

¹² Dedicated Acres	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
320			

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



District I
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State of New Mexico
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Form C-102
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Submit one copy to appropriate
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AMENDED REPORT

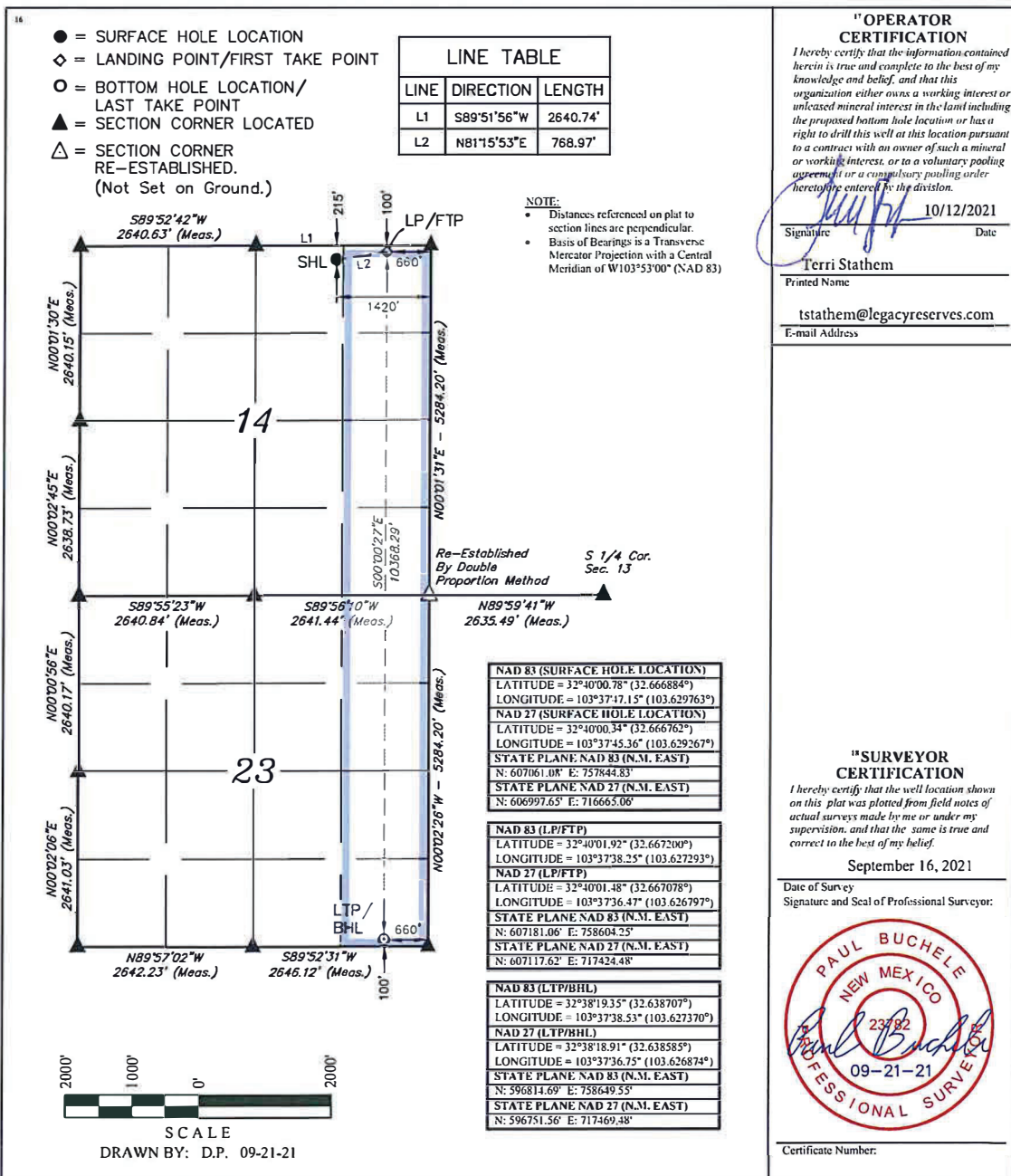
WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number		² Pool Code		³ Pool Name	
		27230		Gem; Bone Spring, East	
⁴ Property Code		⁵ Property Name		⁶ Well Number	
		SAPPHIRE FEDERAL Com		50411	
⁷ OGRID No.		⁸ Operator Name		⁹ Elevation	
240974		LEGACY RESERVES OPERATING		3702.0'	

¹⁰ Surface Location									
UL or lot no. B	Section 14	Township 19S	Range 33E	Lot Idn	Feet from the 215	North/South line NORTH	Feet from the 1420	East/West line EAST	County LEA

¹¹ Bottom Hole Location If Different From Surface									
UL or lot no. P	Section 23	Township 19S	Range 33E	Lot Idn	Feet from the 100	North/South line SOUTH	Feet from the 660	East/West line EAST	County LEA
¹² Dedicated Acres 320		¹³ Joint or Infill		¹⁴ Consolidation Code		¹⁵ Order No.			

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.





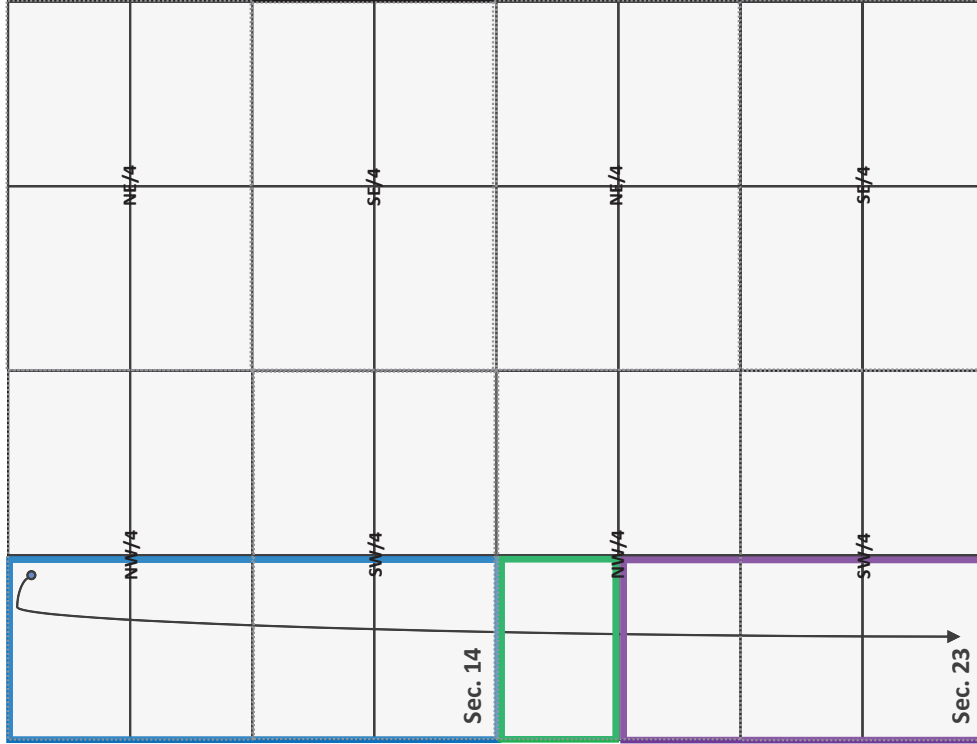
LEGACY RESERVES

BEFORE THE OIL CONSERVATION DIVISION
EXAMINER HEARING MARCH 3, 2022

Case Nos. 22226 -22229

Oil Conservation Division Hearing - April 21, 2022
Case Nos. 22226 to 22229
Legacy Reserves Operating LP - Exhibit C-3

- Tract 1: NM-56749 (160 Acres)
- Tract 2: NM-63763 (40 Acres)
- Tract 3: NM-142570 (120 Acres)



Sapphire Fed Com 501H

19 South, 33 East, N.M.P.M.
 Section 14: $W\frac{1}{2}W\frac{1}{2}$
 Section 23: $W\frac{1}{2}W\frac{1}{2}$

Lea County, New Mexico
 Bone Spring Formation

- Tract 1: NM-56749 (160 Acres)
- Tract 2: NM-56749 (160 Acres)



Oil Conservation Division Hearing - April 21, 2022
 Case Nos. 22226 to 22229
 Legacy Reserves Operating LP - Exhibit C-3

Sapphire Fed Com 502H

19 South, 33 East, N.M.P.M.
 Section 14: E $\frac{1}{2}$ W $\frac{1}{2}$
 Section 23: E $\frac{1}{2}$ W $\frac{1}{2}$

Lea County, New Mexico
 Bone Spring Formation

- Tract 1: NM-56749 (160 Acres)
- Tract 2: NM-63763 (160 Acres)



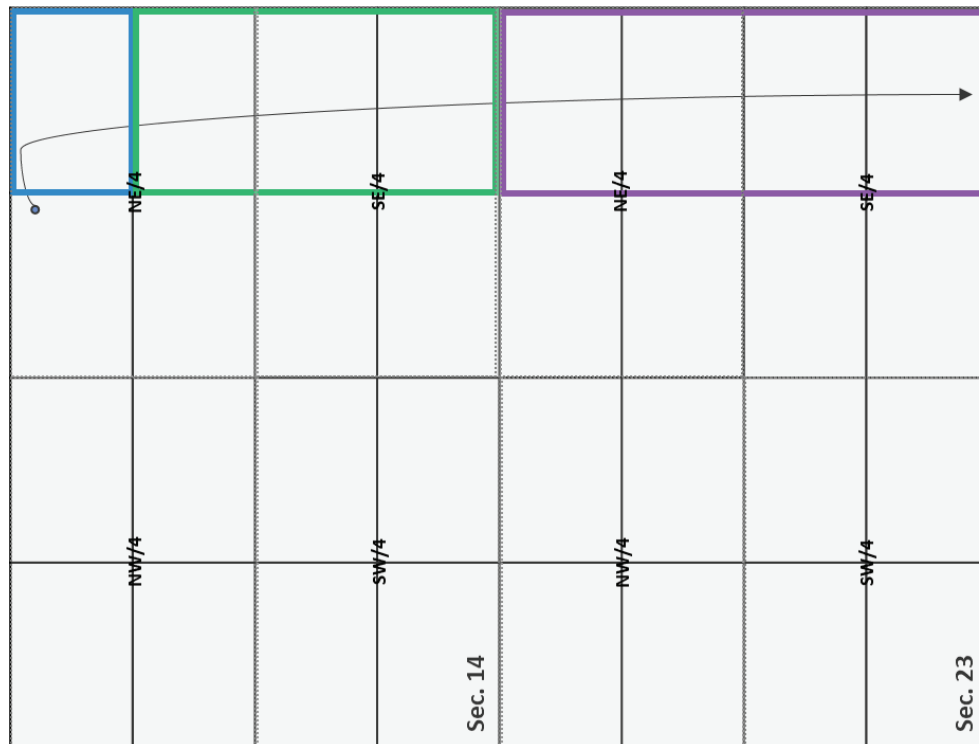
Sapphire Fed Com 503H

19 South, 33 East, N.M.P.M.

Section 14: W $\frac{1}{2}$ E $\frac{1}{2}$

Section 23: W $\frac{1}{2}$ E $\frac{1}{2}$

Lea County, New Mexico
Bone Spring Formation



- Tract 1: NM-56749 (40 Acres)
- Tract 2: NM-56556 (120 Acres)
- Tract 3: NM-63763 (160 Acres)

Sapphire Fed Com 504H

19 South, 33 East, N.M.P.M.

Section 14: E $\frac{1}{2}$ E $\frac{1}{2}$

Section 23: E $\frac{1}{2}$ E $\frac{1}{2}$

Lea County, New Mexico
Bone Spring Formation

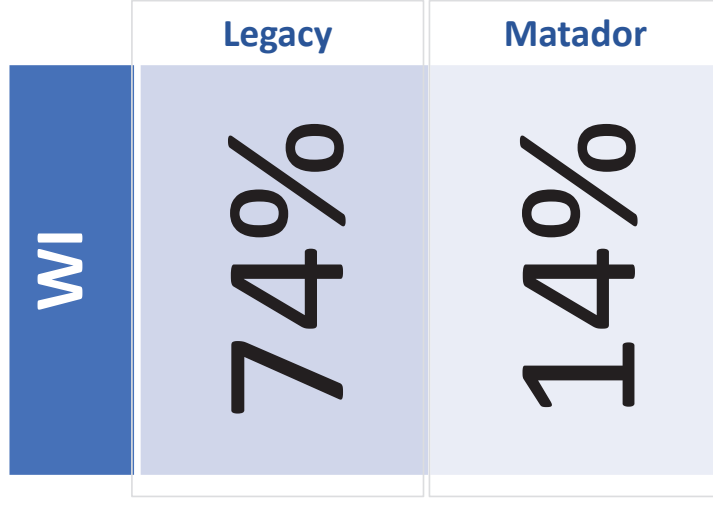
Legacy Working Interest

• Legacy controls 74.11% of the subject lands:

- Overwhelming majority of WI
 - Case No. 22226 (Sapphire Fed Com 501H) – Legacy WI: 93.75%
 - Case No. 22227 (Sapphire Fed Com 502H) – Legacy WI: 73.22%
 - Case No. 22228 (Sapphire Fed Com 503H) – Legacy WI: 75.00%
 - Case No. 22229 (Sapphire Fed Com 504H) – Legacy WI: 54.48%

• Matador owns small interest (14.30% of subject lands)

- Case No. 22413 (MJ 2314 Fed Com 121H – Matador WI: 4.40%
- Case No. 22414 (MJ 2314 Fed Com 122H – Matador WI: 17.60%
- Case No. 22415 (MJ 2314 Fed Com 123H – Matador WI: 17.60%
- Case No. 22416 (MJ 2314 Fed Com 124H – Matador WI: 17.60%



Working Interest Ownership

Sapphire Fed Com 501H

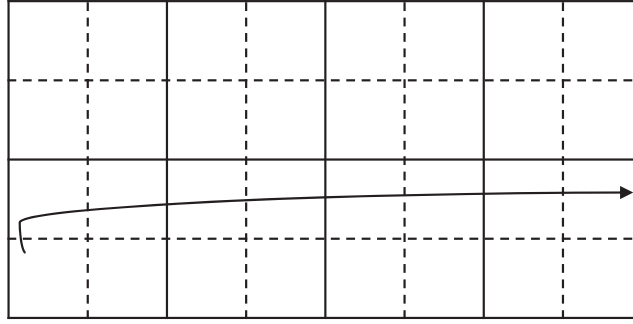
OWNER	INTEREST	STATUS
Legacy Reserves Operating LP	93.7500%	Committed
MRC Delaware Resources LLC	3.4617%	Uncommitted
Yates Energy Corporation	1.1474%	Uncommitted
MRC Spiral Resources LLC	0.4688%	Uncommitted
MRC Explorers Resources LLC	0.4688%	Uncommitted
Jalapeno Corporation	0.2734%	Committed
MCM Permian LLC	0.2737%	Uncommitted
Nadel & Gussman Capitan LLC	0.1563%	Uncommitted

Oil Conservation Division Hearing - April 21, 2022
 Case Nos. 22226 to 22229
 Legacy Reserves Operating LP - Exhibit C-4

Working Interest Ownership

Sapphire Fed Com 502H

OWNER	INTEREST	STATUS
Legacy Reserves Operating LP	73.2180%	Committed
MRC Delaware Resources LLC	13.8468%	Uncommitted
Yates Energy Corporation	4.5895%	Uncommitted
MRC Spiral Resources LLC	1.8750%	Uncommitted
MRC Explorers Resources LLC	1.8750%	Uncommitted
Jalapeno Corporation	1.0938%	Committed
MCM Permian LLC	1.0949%	Uncommitted
Nadel & Gussman Capitan LLC	0.6250%	Uncommitted
Devon Energy Production Co., LP	1.0417%	Uncommitted
Nuevo Seis, LP	0.1389%	Uncommitted
Ball Oil & Gas LLC	0.0694%	Committed
James K. & Martha L. Lusk Trust	0.0694%	Uncommitted
Nuevo Seis, Inc.	0.0278%	Uncommitted
Texakota Oil Company	0.1015%	Uncommitted
Louis L. Borrick	0.0556%	Uncommitted
Gross Family LP	0.1111%	Uncommitted
Francis T. Nash	0.1667%	Uncommitted



Working Interest Ownership

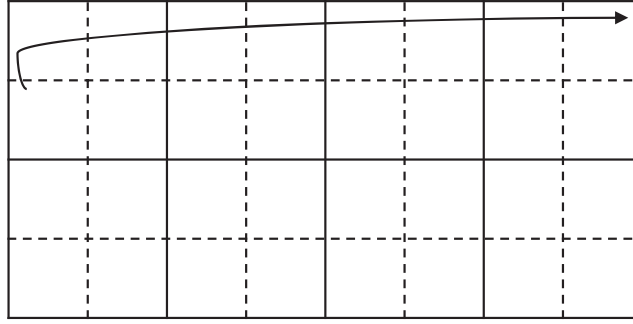
Sapphire Fed Com 503H

OWNER	INTEREST	STATUS
Legacy Reserves Operating LP	75.0000%	Committed
MRC Delaware Resources LLC	13.8468%	Uncommitted
Yates Energy Corporation	4.5895%	Uncommitted
MRC Spiral Resources LLC	1.8750%	Uncommitted
MRC Explorers Resources LLC	1.8750%	Uncommitted
Jalapeno Corporation	1.0938%	Committed
MCM Permian LLC	1.0949%	Uncommitted
Nadel & Gussman Capitan LLC	0.6250%	Uncommitted

Working Interest Ownership

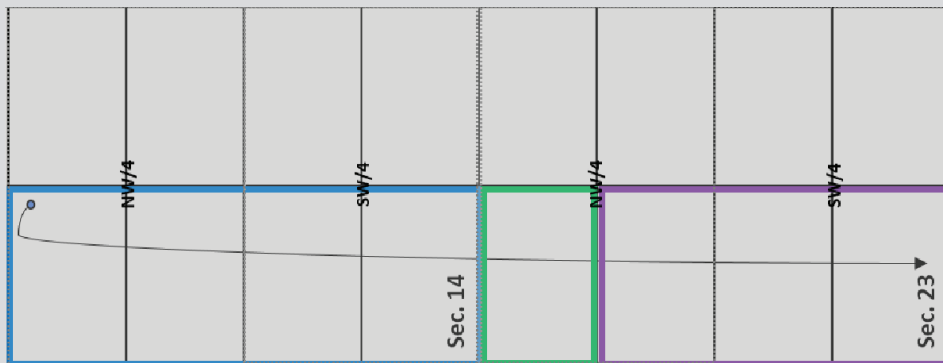
Sapphire Fed Com 504H

OWNER	INTEREST	STATUS
Legacy Reserves Operating LP	54.4792%	Committed
MRC Delaware Resources LLC	13.8468%	Uncommitted
Yates Energy Corporation	4.5895%	Uncommitted
MRC Spiral Resources LLC	1.8750%	Uncommitted
MRC Explorers Resources LLC	1.8750%	Uncommitted
Jalapeno Corporation	1.0938%	Committed
MCM Permian LLC	1.0949%	Uncommitted
Nadel & Gussman Capitan LLC	0.6250%	Uncommitted
Earthstone Energy, Inc.	7.5599%	Uncommitted
David J. Sorenson	3.7500%	Uncommitted
Sealy H. Cavin, Jr. and Synda Cavin, Trustees of the Cavin Trust	3.4688%	Uncommitted
Daniel W. Varel	2.3438%	Uncommitted
Frank & Robin Morgan	1.1250%	Uncommitted
Charles Warren Scott, Trustee of the Scott Brothers Trust	0.7500%	Uncommitted
Winn Investments	0.6000%	Uncommitted
Williamson Enterprises	0.5859%	Uncommitted
Nuevo Seis, LP	0.1875%	Uncommitted
Susan Scott Murphy	0.1500%	Uncommitted



Oil Conservation Division Hearing - April 21, 2022
 Case Nos. 22226 to 22229
 Legacy Reserves Operating LP - Exhibit C-4

**Working Interest
(Tract Ownership)
Sapphire Fed Com 501H**



Tract 1: NM-56749 (160 Acres)

OWNER	NET ACRES	TRACT WI	STATUS
Legacy Reserves Operating LP	160.00	1.00000000	Committed

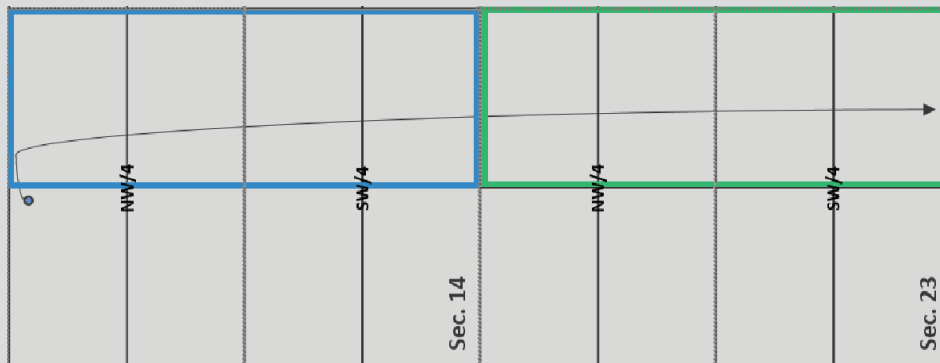
Tract 2: NM-63763 (40 Acres)

OWNER	NET ACRES	TRACT WI	STATUS
Legacy Reserves Operating LP	20.00	0.50000000	Committed
MRC Delaware Resources LLC	11.08	0.27693636	Uncommitted
Yates Energy Corporation	3.67	0.09179031	Uncommitted
MRC Spiral Resources LLC	1.50	0.03750000	Uncommitted
MRC Explorers Resources LLC	1.50	0.03750000	Uncommitted
Jalapeno Corporation	0.88	0.02187552	Uncommitted
MCM Permian LLC	0.88	0.02189781	Uncommitted
Nadel & Gussman Capitan LLC	0.50	0.01250000	Uncommitted

Tract 3: NM-142570 (120 Acres)

OWNER	NET ACRES	TRACT WI	STATUS
Legacy Reserves Operating LP	120.00	1.00000000	Committed

Working Interest (Tract Ownership) Sapphire Fed Com 502H



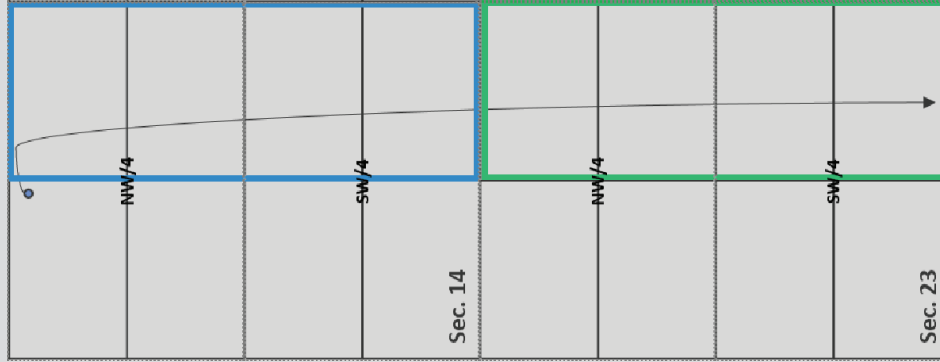
Tract 1A: NM-56749 (80 Acres)

OWNER	NET ACRES	TRACT WI	STATUS
Legacy Reserves Operating LP	80.00	1.00000000	Committed

Tract 1B: NM-56749 (40 Acres)

OWNER	NET ACRES	TRACT WI	STATUS
Legacy Reserves Operating LP	34.30	0.85743954	Committed
Devon Energy Production Co., LP	3.33	0.083333333	Uncommitted
Nuevo Seis, LP	0.44	0.011111113	Uncommitted
Ball Oil & Gas LLC	0.22	0.005555555	Committed
James K. & Martha L. Lusk Trust	0.22	0.005555555	Uncommitted
Nuevo Seis, Inc.	0.09	0.002222222	Uncommitted
Texakota Oil Company	0.32	0.00811600	Uncommitted
Louis L. Borick	0.18	0.004444444	Uncommitted
Gross Family LP	0.36	0.008888889	Uncommitted
Francis T. Nash	0.53	0.013333333	Uncommitted

Working Interest
(Tract Ownership)
 Sapphire Fed Com 502H
 (continued)



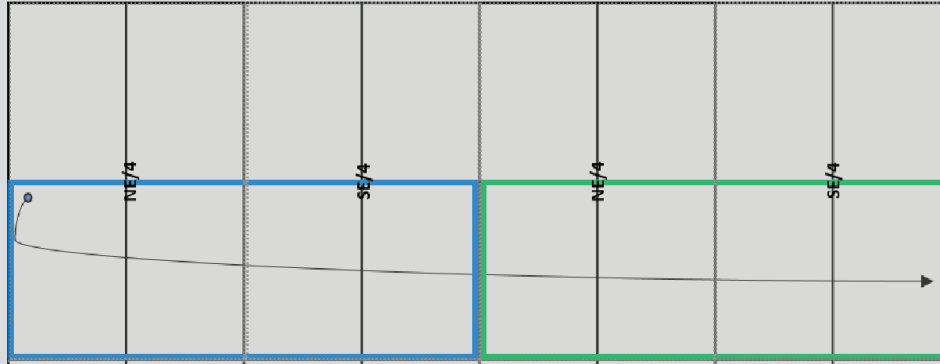
Tract 1C: NM-56749 (40 Acres)

OWNER	NET ACRES	TRACT WI	STATUS
Legacy Reserves Operating LP	40.00	1.00000000	Committed

Tract 2: NM-56749 (160 Acres)

OWNER	NET ACRES	TRACT WI	STATUS
Legacy Reserves Operating LP	80.00	0.50000000	Committed
MRC Delaware Resources LLC	44.31	0.27693636	Uncommitted
Yates Energy Corporation	14.69	0.09179031	Uncommitted
MRC Spiral Resources LLC	6.00	0.03750000	Uncommitted
MRC Explorers Resources LLC	6.00	0.03750000	Uncommitted
Jalapeno Corporation	3.50	0.02187552	Uncommitted
MCM Permian LLC	3.50	0.02189781	Uncommitted
Nadel & Gussman Capitan LLC	2.00	0.01250000	Uncommitted

**Working Interest
(Tract Ownership)
Sapphire Fed Com 503H**



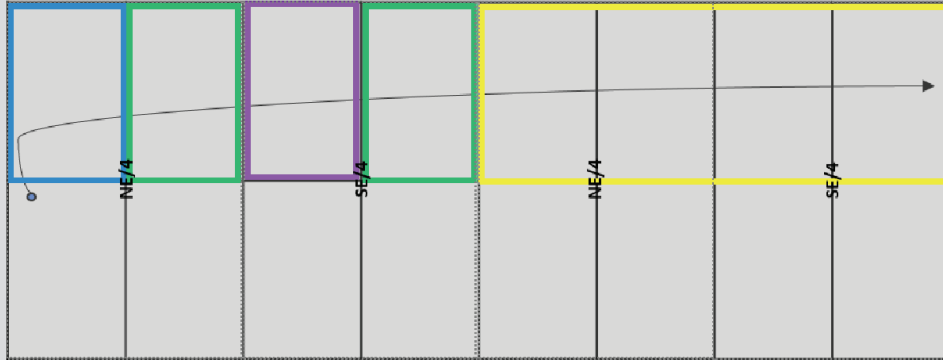
Tract 1: NM-56749 (160 Acres)

OWNER	NET ACRES	TRACT WI	STATUS
Legacy Reserves Operating LP	160.00	1.00000000	Committed

Tract 2: NM-63763 (160 Acres)

OWNER	NET ACRES	TRACT WI	STATUS
Legacy Reserves Operating LP	80.00	0.50000000	Committed
MRC Delaware Resources LLC	44.31	0.27693636	Uncommitted
Yates Energy Corporation	14.69	0.09179031	Uncommitted
MRC Spiral Resources LLC	6.00	0.03750000	Uncommitted
MRC Explorers Resources LLC	6.00	0.03750000	Uncommitted
Jalapeno Corporation	3.50	0.02187552	Uncommitted
MCM Permian LLC	3.50	0.02189781	Uncommitted
Nadel & Gussman Capitan LLC	2.00	0.01250000	Uncommitted

Working Interest (Tract Ownership) Sapphire Fed Com 504H



Tract 1: NM-56749 (40 Acres)

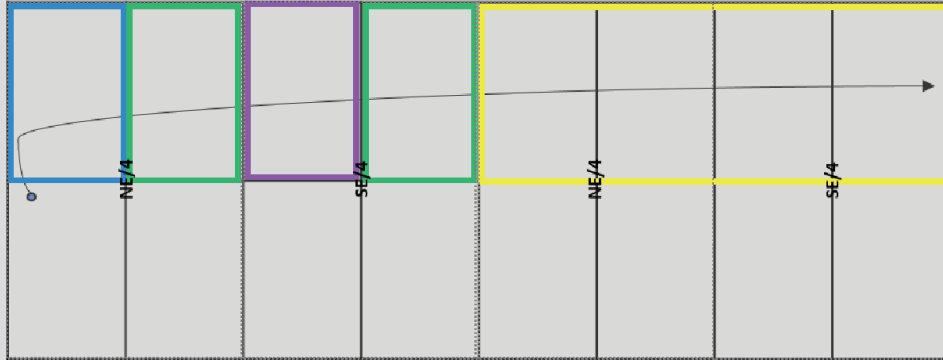
OWNER	NET ACRES	TRACT WI	STATUS
Legacy Reserves Operating LP	40.00	1.00000000	Committed

Tract 2: NM-056556 (80 Acres)

OWNER	NET ACRES	TRACT WI	STATUS
Legacy Reserves Operating LP	28.16	0.35198000	Committed
Earthstone Energy, Inc.	24.19	0.30239500	Uncommitted
David J. Sorenson	8.00	0.10000000	Uncommitted
Sealy H. Cavin, Jr. and Synda Cavin, Trustees of the Cavin Trust	7.40	0.09250000	Uncommitted
Daniel W. Varel	5.00	0.06250000	Uncommitted
Frank & Robin Morgan	2.40	0.03000000	Uncommitted
Charles Warren Scott, Trustee of the Scott Brothers Trust	1.60	0.02000000	Uncommitted
Winn Investments	1.28	0.01600000	Uncommitted
Williamson Enterprises	1.25	0.01562500	Uncommitted
Nuevo Seis, LP	0.40	0.00500000	Uncommitted
Susan Scott Murphy	0.32	0.00400000	Uncommitted

Oil Conservation Division Hearing - April 21, 2022
Case Nos. 22226 to 22229
Legacy Reserves Operating LP - Exhibit C-4

**Working Interest
(Tract Ownership)
Sapphire Fed Com 504H
(Continued)**

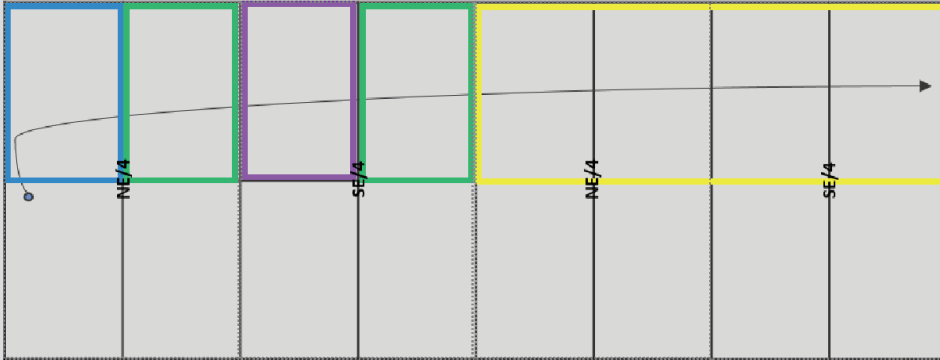


Tract 3 : NM-056556 (40 Acres)

OWNER	NET ACRES	TRACT WI	STATUS
Legacy Reserves Operating LP	26.17	0.65437500	Committed
David J. Sorenson	4	0.10000000	Uncommitted
Sealy H. Cavin, Jr. and Synda Cavin, Trustees of the Cavin Trust	3.7	0.09250000	Uncommitted
Daniel W. Varel	2.5	0.06250000	Uncommitted
Frank & Robin Morgan	1.2	0.03000000	Uncommitted
Charles Warren Scott, Trustee of the Scott Brothers Trust	0.8	0.02000000	Uncommitted
Winn Investments	0.64	0.01600000	Uncommitted
Williamson Enterprises	0.625	0.01562500	Uncommitted
Nuevo Seis, LP	0.2	0.00500000	Uncommitted
Susan Scott Murphy	0.16	0.00400000	Uncommitted

Oil Conservation Division Hearing - April 21, 2022
Case Nos. 22226 to 22229
Legacy Reserves Operating LP - Exhibit C-4

Working Interest
(Tract Ownership)
 Sapphire Fed Com 504H
 (Continued)



Tract 4: NM-63763 (160 Acres)



OWNER	NET ACRES	TRACT WI	STATUS
Legacy Reserves Operating LP	80.00	0.50000000	Committed
MRC Delaware Resources LLC	44.31	0.27693636	Uncommitted
Yates Energy Corporation	14.69	0.09179031	Uncommitted
MRC Spiral Resources LLC	6.00	0.03750000	Uncommitted
MRC Explorers Resources LLC	6.00	0.03750000	Uncommitted
Jalapeno Corporation	3.50	0.02187552	Uncommitted
MCM Permian LLC	3.50	0.02189781	Uncommitted
Nadel & Gussman Capitan LLC	2.00	0.01250000	Uncommitted



VIA CERTIFIED MAIL

July 29, 2021

Explorers Petro Corp
PO Box 1933
Roswell, NM 82021

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #501H**: to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SW/4 (Lot M) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an estimate of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Explorers Petro Corp hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

Explorers Petro Corp

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Saba Energy of Texas Inc.
3201 Airpark Drive, Suite 201
Santa Maria, CA 84355

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

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 - **Sapphire Federal Com #501H**: to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SW/4 (Lot M) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

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- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Saba Energy of Texas Inc. hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

Saba Energy of Texas Inc.

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

Laurelind Corp.
PO Box 2143
Roswell, NM 88202

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #501H**: to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SW/4 (Lot M) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Laurelind Corp. hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

Laurelind Corp.

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Spiral Inc.
PO Box 1933
Roswell, NM 88202

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #501H**: to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SW/4 (Lot M) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Spiral Inc. hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

Spiral Inc.

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

ConocoPhillips Company
600 W. Illinois Ave.
Midland, TX 79701

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #501H**: to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SW/4 (Lot M) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

ConocoPhillips Company hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

ConocoPhillips Company

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

MRC Delaware Resources LLC
5900 LBJ Freeway, Suite 1500
Dallas, TX 75240

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

MRC Delaware Resources LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

MRC Delaware Resources LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

Yates Energy Corporation
PO Box 2323
Roswell, NM 88202-2323

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

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- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Yates Energy Corporation hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

Yates Energy Corporation

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

MRC Spiral Resources LLC
5900 LBJ Freeway, Suite 1500
Dallas, TX 75240

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

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- Legacy Reserves Operating LP named as Operator.

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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

MRC Spiral Resources LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

MRC Spiral Resources LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

MRC Explorers Resources LLC
5900 LBJ Freeway, Suite 1500
Dallas, TX 75240

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #501H**: to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SW/4 (Lot M) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

MRC Explorers Resources LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

MRC Explorers Resources LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

Jalapeno Corporation
PO Box 1608
Albuquerque, NM 87103-1608

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #501H**: to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SW/4 (Lot M) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

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Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

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- \$8,000/\$800 Drilling and producing rate;
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Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Jalapeno Corporation hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

Jalapeno Corporation

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

MCM Permian LLC
PO Box 1540
Midland, TX 79702

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #501H**: to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SW/4 (Lot M) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

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- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

MCM Permian LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

MCM Permian LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

Nadel & Gussman Capitan LLC
15 East 5th Street, Suite 3200
Tulsa, OK 74103

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #501H**: to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SW/4 (Lot M) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

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- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Nadel & Gussman Capitan LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

Nadel & Gussman Capitan LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

COG Operating LLC
600 W. Illinois Ave.
Midland, TX 79701

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #501H**: to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SW/4 (Lot M) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

COG Operating LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

COG Operating LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Explorers Petro Corp.
PO Box 1933
Roswell, NM 82021

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/2 W/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Explorers Petro Corp. hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

Explorers Petro Corp.

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

Saba Energy of Texas Inc.
3201 Airpark Drive Suite 201
Santa Maria, CA 84355

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

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- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Saba Energy of Texas Inc. hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

Saba Energy of Texas Inc.

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Laurelind Corp.
PO Box 2143
Roswell, NM 88202

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #502H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SW/4 (Lot N) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/2 W/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Laurelind Corp. hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

Laurelind Corp.

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Spiral Inc
 PO Box 1933
 Roswell, NM 88202

Re: **Sapphire Federal Com #502H**
 Participation Proposal
 Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

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Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/2 W/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

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Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Spiral Inc. hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

Spiral Inc.

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

ConocoPhillips Company
600 W. Illinois Ave.
Midland, TX 79701

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

ConocoPhillips Company hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

ConocoPhillips Company

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

MRC Delaware Resources LLC
5900 LBJ Freeway, Suite 1500
Dallas, TX 75240

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

MRC Delaware Resources LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

MRC Delaware Resources LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Yates Energy Corporation
PO Box 2323
Roswell, NM 88202-2323

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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- 100%/300%/300% Non-consent penalty;
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Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Yates Energy Corporation hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

Yates Energy Corporation

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

MRC Spiral Resources LLC
5900 LBJ Freeway, Suite 1500
Dallas, TX 75240

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

MRC Spiral Resources LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

MRC Spiral Resources LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

MRC Explorers Resources LLC
5900 LBJ Freeway, Suite 1500
Dallas, TX 75240

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

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- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

MRC Explorers Resources LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

MRC Explorers Resources LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Jalapeno Corporation
PO Box 1608
Albuquerque, NM 87103-1608

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #502H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SW/4 (Lot N) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/2 W/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Jalapeno Corporation hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

Jalapeno Corporation

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

MCM Permian LLC
PO Box 1540
Midland, TX 79702

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #502H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SW/4 (Lot N) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/2 W/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

MCM Permian LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

MCM Permian LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Nadel & Gussman Capitan LLC
15 East 5th Street, Suite 3200
Tulsa, OK 74103

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Nadel & Gussman Capitan LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

Nadel & Gussman Capitan LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

COG Operating LLC
600 W. Illinois Ave.
Midland, TX 79701

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/2 W/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

COG Operating LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

COG Operating LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Explorers Petro Corp.
PO Box 1933
Roswell, NM 82021

Re: **Sapphire Federal Com #503H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of this well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #503H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SE/4 (Lot O) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/2 E/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer a (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Explorers Petro Corp. hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

Explorers Petro Corp.

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

Saba Energy of Texas Inc
3201 Airpark Drive Suite 201
Santa Maria, CA 84355

Re: **Sapphire Federal Com #503H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of this well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/2 E/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
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Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer a (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Saba Energy of Texas Inc. hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

Saba Energy of Texas Inc.

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Laurelind Corp.
PO Box 2143
Roswell, NM 88202

Re: **Sapphire Federal Com #503H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of this well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #503H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SE/4 (Lot O) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/2 E/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer a (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Laurelind Corp. hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

Laurelind Corp.

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Spiral Inc.
PO Box 1933
Roswell, NM 88202

Re: **Sapphire Federal Com #503H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of this well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #503H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SE/4 (Lot O) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

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- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer a (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Spiral Inc. hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

Spiral Inc.

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

ConocoPhillips Company
600 W. Illinois Ave.
Midland, TX 79701

Re: **Sapphire Federal Com #503H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of this well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #503H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SE/4 (Lot O) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer a (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

ConocoPhillips Company hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

ConocoPhillips Company

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

MRC Delaware Resources LLC
5900 LBJ Freeway, Suite 1500
Dallas, TX 75240

Re: **Sapphire Federal Com #503H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of this well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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- Legacy Reserves Operating LP named as Operator.

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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer a (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

MRC Delaware Resources LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

MRC Delaware Resources LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Yates Energy Corporation
 PO Box 2323
 Roswell, NM 88202-2323

Re: **Sapphire Federal Com #503H**
 Participation Proposal
 Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of this well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #503H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SE/4 (Lot O) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/2 E/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer a (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Yates Energy Corporation hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

Yates Energy Corporation

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

MRC Spiral Resources LLC
 5900 LBJ Freeway, Suite 1500
 Dallas, TX 75240

Re: **Sapphire Federal Com #503H**
 Participation Proposal
 Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of this well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #503H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SE/4 (Lot O) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/2 E/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer a (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

MRC Spiral Resources LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

MRC Spiral Resources LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

MRC Explorers Resources LLC
 5900 LBJ Freeway, Suite 1500
 Dallas, TX 75240

Re: **Sapphire Federal Com #503H**
 Participation Proposal
 Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of this well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
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Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer a (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

MRC Explorers Resources LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

MRC Explorers Resources LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Jalapeno Corporation
 PO Box 1608
 Albuquerque, NM 87103-1608

Re: **Sapphire Federal Com #503H**
 Participation Proposal
 Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of this well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #503H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SE/4 (Lot O) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

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Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/2 E/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
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- Legacy Reserves Operating LP named as Operator.

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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer a (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Jalapeno Corporation hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

Jalapeno Corporation

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

MCM Permian LLC
 PO Box 1540
 Midland, TX 79702

Re: **Sapphire Federal Com #503H**
 Participation Proposal
 Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of this well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer a (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

MCM Permian LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

MCM Permian LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Nadel & Gussman Capitan LLC
 15 East 5th Street, Suite 3200
 Tulsa, OK 74103

Re: **Sapphire Federal Com #503H**
 Participation Proposal
 Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer a (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Nadel & Gussman Capitan LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

Nadel & Gussman Capitan LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

COG Operating LLC
600 W. Illinois Ave.
Midland, TX 79701

Re: **Sapphire Federal Com #503H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of this well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer a (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

COG Operating LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

COG Operating LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Explorers Petro Corp.
PO Box 1933
Roswell, NM 82021

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

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 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

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- \$8,000/\$800 Drilling and producing rate;
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Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Explorers Petro Corp. hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Explorers Petro Corp.

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Saba Energy of Texas Inc
 3201 Airpark Drive Suite 201
 Santa Maria, CA 84355

Re: **Sapphire Federal Com #504H**
 Participation Proposal
 Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Saba Energy of Texas Inc. hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Saba Energy of Texas Inc.

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

Laurelind Corp.
PO Box 2143
Roswell, NM 88202

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

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- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Laurelind Corp. hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Laurelind Corp.

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Spiral Inc.
PO Box 1933
Roswell, NM 88202

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:


- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Spiral Inc. hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Spiral Inc.

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

ConocoPhillips Company
600 W. Illinois Ave.
Midland, TX 79701

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

ConocoPhillips Company hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

ConocoPhillips Company

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

MRC Delaware Resources LLC
5900 LBJ Freeway, Suite 1500
Dallas, TX 75240

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

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- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

MRC Delaware Resources LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

MRC Delaware Resources LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

Yates Energy Corporation
PO Box 2323
Roswell, NM 88202-2323

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Yates Energy Corporation hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Yates Energy Corporation

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

MRC Spiral Resources LLC
5900 LBJ Freeway, Suite 1500
Dallas, TX 75240

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

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- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

MRC Spiral Resources LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

MRC Spiral Resources LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

MRC Explorers Resources LLC
5900 LBJ Freeway, Suite 1500
Dallas, TX 75240

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
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Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

MRC Explorers Resources LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

MRC Explorers Resources LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Jalapeno Corporation
PO Box 1608
Albuquerque, NM 87103-1608

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Jalapeno Corporation hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Jalapeno Corporation

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

MCM Permian LLC
PO Box 1540
Midland, TX 79702

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

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- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

MCM Permian LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

MCM Permian LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Nadel & Gussman Capitan LLC
15 East 5th Street, Suite 3200
Tulsa, OK 74103

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Nadel & Gussman Capitan LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Nadel & Gussman Capitan LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

COG Operating LLC
600 W. Illinois Ave.
Midland, TX 79701

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

COG Operating LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

COG Operating LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Chisholm Energy Holdings LLC
801 Cherry St., Suite 1200
Ft. Worth, TX 76102

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Chisholm Energy Holdings LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Chisholm Energy Holdings LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

David J. Sorenson
PO Box 1453
Roswell, NM 88202

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

David J. Sorenson hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

David J. Sorenson

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

Sealy H. Cavin, Jr. and Synda Cavin,
Trustees of the Cavin Trust
PO Box 1216
Albuquerque, NM 87103

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Sealy H. Cavin, Jr. and Synda Cavin, Trustees of the Cavin Trust hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Sealy H. Cavin, Jr. and Synda Cavin, Trustees of the Cavin Trust

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

Daniel W. Varel
PO Box 21056
Dallas, TX 75220

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Daniel W. Varel hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Daniel W. Varel

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Frank & Robin Morgan
PO Drawer I
Artesia, NM 88211

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Frank & Robin Morgan hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Frank & Robin Morgan

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Charles Warren Scott,
Trustee of the Scott Brothers Trust
c/o Scott Exploration Inc
500 N Kentucky Ave
Roswell, NM 88201

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an estimate of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Charles Warren Scott, Trustee of the Scott Brothers Trust hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Charles Warren Scott, Trustee of the Scott Brothers Trust

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

Winn Investments
706 W. Brazos
Roswell, NM 88201

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Winn Investments hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Winn Investments

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Williamson Enterprises
PO Box 32570
Santa Fe, NM 87594

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an estimate of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Williamson Enterprises hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Williamson Enterprises

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

Nuevo Seis, LP
PO Box 2588
Roswell, NM 88202

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Nuevo Seis, LP hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Nuevo Seis, LP

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

Susan Scott Murphy
706 W. Brazos
Roswell, NM 88201

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFE with your participation election. Please be aware that the enclosed AFE is only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Susan Scott Murphy hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Susan Scott Murphy

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Chevron USA Inc.
1400 Smith Street, Ste. 3600
Houston, TX 77210

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #501H**: to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SW/4 (Lot M) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Chevron USA Inc. hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

Chevron USA Inc.

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

AmeriPermian Holdings, LLC
PO Box 1723
Midland, TX 79702

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #501H**: to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SW/4 (Lot M) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

AmeriPermian Holdings, LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

AmeriPermian Holdings, LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Pegasus Resources LLC
PO Box 470698
Fort Worth, TX 76147

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #501H**: to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SW/4 (Lot M) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Pegasus Resources LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

Pegasus Resources LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

John E. Sherry and wife, Dena
3415 NW Braid Dr.
Bend, OR 97703

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #501H**: to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SW/4 (Lot M) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

John E. Sherry and wife, Dena hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

John E. Sherry and wife, Dena

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Grewal Royalty LLC
45 Rockefeller Plaza, Suite 2410
New York, NY 10111

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #501H**: to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SW/4 (Lot M) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Grewal Royalty LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

Grewal Royalty LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Chad Barbe
PO Box 2107
Roswell, NM 88202-2107

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #501H**: to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SW/4 (Lot M) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Chad Barbe hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

Chad Barbe

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

McMullen Minerals LLC
PO Box 470857
Ft. Worth, TX 76147

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #501H**: to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SW/4 (Lot M) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

McMullen Minerals LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

McMullen Minerals LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Olin E. Groves
2507 Cimmaron
Midland, TX 79705

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #501H**: to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SW/4 (Lot M) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Olin E. Groves hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

Olin E. Groves

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Sally Meader-Roberts
704 Delmar
Midland, TX 79702

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #501H**: to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SW/4 (Lot M) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Sally Meader-Roberts hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

Sally Meader-Roberts

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Jalapeno Corporation
PO Box 1608
Albuquerque, NM 87103-1608

Re: **Sapphire Federal Com #501H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #501H (the "Well") located in Section 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #501H**: to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SW/4 (Lot M) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Jalapeno Corporation hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #501H** well.

_____ Not to participate in the **Sapphire Federal Com #501H**.

Jalapeno Corporation

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Chevron USA Inc.
1400 Smith Street, Ste. 3600
Houston, TX 77210

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #502H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SW/4 (Lot N) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/2 W/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Chevron USA Inc. hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

Chevron USA Inc.

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

AmeriPermian Holdings, LLC
PO Box 1723
Midland, TX 79702

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #502H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SW/4 (Lot N) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/2 W/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

AmeriPermian Holdings, LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

AmeriPermian Holdings, LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Pegasus Resources LLC
PO Box 470698
Fort Worth, TX 76147

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #502H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SW/4 (Lot N) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/2 W/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Pegasus Resources LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

Pegasus Resources LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

John E. Sherry and wife, Dena
3415 NW Braid Dr.
Bend, OR 97703

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #502H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SW/4 (Lot N) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/2 W/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

John E. Sherry and wife, Dena hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

John E. Sherry and wife, Dena

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Grewal Royalty LLC
45 Rockefeller Plaza, Suite 2410
New York, NY 10111

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #502H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SW/4 (Lot N) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/2 W/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Grewal Royalty LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

Grewal Royalty LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

Chad Barbe
PO Box 2107
Roswell, NM 88202-2107

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #502H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SW/4 (Lot N) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/2 W/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Chad Barbe hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

Chad Barbe

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

McMullen Minerals LLC
PO Box 470857
Ft. Worth, TX 76147

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

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Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/2 W/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
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Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

McMullen Minerals LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

McMullen Minerals LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Olin E. Groves
2507 Cimmaron
Midland, TX 79705

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #502H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SW/4 (Lot N) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/2 W/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

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- \$8,000/\$800 Drilling and producing rate;
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Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Olin E. Groves hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

Olin E. Groves

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Sally Meader-Roberts
704 Delmar
Midland, TX 79702

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #502H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SW/4 (Lot N) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/2 W/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Sally Meader-Roberts hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

Sally Meader-Roberts

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Jalapeno Corporation
PO Box 1608
Albuquerque, NM 87103-1608

Re: **Sapphire Federal Com #502H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #502H, (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #502H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NW/4 (Lot D) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SW/4 (Lot N) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

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Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/2 W/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Jalapeno Corporation hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #502H** well.

_____ Not to participate in the **Sapphire Federal Com #502H**.

Jalapeno Corporation

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

Chevron USA Inc.
1400 Smith Street, Ste. 3600
Houston, TX 77210

Re: **Sapphire Federal Com #503H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of this well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #503H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SE/4 (Lot O) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Wells under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/2 E/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Chevron USA Inc. hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

Chevron USA Inc.

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

AmeriPermian Holdings, LLC
PO Box 1723
Midland, TX 79702

Re: **Sapphire Federal Com #503H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of this well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #503H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SW/4SE/4 (Lot O) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Wells under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/2 E/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an estimate of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

AmeriPermian Holdings, LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

AmeriPermian Holdings, LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Pegasus Resources LLC
PO Box 470698
Fort Worth, TX 76147

Re: **Sapphire Federal Com #503H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of this well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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Legacy is proposing to drill the Wells under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/2 E/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

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- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an estimate of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Pegasus Resources LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

Pegasus Resources LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

John E. Sherry and wife, Dena
3415 NW Braid Dr.
Bend, OR 97703

Re: **Sapphire Federal Com #503H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

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Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Wells under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/2 E/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
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Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an estimate of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

John E. Sherry and wife, Dena hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

John E. Sherry and wife, Dena

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Grewal Royalty LLC
45 Rockefeller Plaza, Suite 2410
New York, NY 10111

Re: **Sapphire Federal Com #503H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of this well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Wells under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/2 E/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
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Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Grewal Royalty LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

Grewal Royalty LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

Chad Barbe
 PO Box 2107
 Roswell, NM 88202-2107
Sapphire Federal Com #503H
 Participation Proposal
 Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of this well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Wells under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/2 E/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Chad Barbe hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

Chad Barbe

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

McMullen Minerals LLC
PO Box 470857
Ft. Worth, TX 76147

Re: **Sapphire Federal Com #503H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

McMullen Minerals LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

McMullen Minerals LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Olin E. Groves
2507 Cimmaron
Midland, TX 79705

Re: **Sapphire Federal Com #503H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

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Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Wells under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the W/2 E/2 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Olin E. Groves hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

Olin E. Groves

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

Sally Meader-Roberts
704 Delmar
Midland, TX 79702

Re: **Sapphire Federal Com #503H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of this well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

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- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
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Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Sally Meader-Roberts hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

Sally Meader-Roberts

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

Jalapeno Corporation
PO Box 1608
Albuquerque, NM 87103-1608

Re: **Sapphire Federal Com #503H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #503H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of this well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Jalapeno Corporation hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #503H** well.

_____ Not to participate in the **Sapphire Federal Com #503H**.

Jalapeno Corporation

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

AmeriPermian Holdings, LLC
PO Box 1723
Midland, TX 79702

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

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- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

AmeriPermian Holdings, LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

AmeriPermian Holdings, LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

Bob G. Howell
PO Box 1249
Fresno, CA 93715

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Bob G. Howell hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Bob G. Howell

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

C. Warren Scott
Suite 648, Petroleum Bldg.
Roswell, NM 88201

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

C. Warren Scott hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

C. Warren Scott

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Chad Barbe
PO Box 2107
Roswell, NM 88202-2107

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Chad Barbe hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Chad Barbe

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Cheryl Schellinger
PO Box 447
Roswell, NM 88202

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Cheryl Schellinger hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Cheryl Schellinger

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Chevron USA Inc.
1400 Smith Street, Ste. 3600
Houston, TX 77210

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
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Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Chevron USA Inc. hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Chevron USA Inc.

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

Duane D. Andersen
PO Box 277
Selma, CA 93662

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Duane D. Andersen hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Duane D. Andersen

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Fortress Energy Partners II, LP
PO Box 4695
Midland, TX 79704

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Fortress Energy Partners II, LP hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Fortress Energy Partners II, LP

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

George L. Scott, III
Suite 648, Petroleum Bldg.
Roswell, NM 88201

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

George L. Scott, III hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

George L. Scott, III

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Glen R. Andersen
PO Box 277
Selma, CA 93662

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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- \$8,000/\$800 Drilling and producing rate;
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Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Glen R. Andersen hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Glen R. Andersen

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Grewal Royalty LLC
45 Rockefeller Plaza, Suite 2410
New York, NY 10111

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Grewal Royalty LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Grewal Royalty LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

Jalapeno Corporation
PO Box 1608
Albuquerque, NM 87103-1608

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Jalapeno Corporation hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Jalapeno Corporation

By: _____
(signature)

Title: _____

Date: _____

Phone: _____



VIA CERTIFIED MAIL

July 29, 2021

John E. Sherry and wife, Dena
3415 NW Braid Dr.
Bend, OR 97703

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

John E. Sherry and wife, Dena hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

John E. Sherry and wife, Dena

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Marvin J. Andersen
PO Box 277
Selma, CA 93662

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Marvin J. Andersen hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Marvin J. Andersen

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

McMullen Minerals LLC
PO Box 470857
Ft. Worth, TX 76147

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
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Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

McMullen Minerals LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

McMullen Minerals LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Olin E. Groves
2507 Cimmaron
Midland, TX 79705

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

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Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Olin E. Groves hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Olin E. Groves

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Pegasus Resources LLC
PO Box 470698
Fort Worth, TX 76147

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

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- \$8,000/\$800 Drilling and producing rate;
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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Pegasus Resources LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Pegasus Resources LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Platform Energy III, LLC
PO Box 2078
Abilene, TX 79604

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

Legacy reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. Legacy will advise you of any such modifications.

Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Platform Energy III, LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Platform Energy III, LLC

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Sally Meader-Roberts
704 Delmar
Midland, TX 79702

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
 - **Sapphire Federal Com #504H:** to be drilled from the legal location with a proposed surface hole location in the NW/4NE/4 (Lot B) of Section 14-19S-33E and a proposed bottom hole location in the SE/4SE/4 (Lot P) of Section 23-19S-33E. The well will have a targeted interval within the Bone Spring Formation and will be drilled horizontally in the Bone Spring (~9,950' TVD) to a measured depth of approximately 19,800'.

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Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

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- \$8,000/\$800 Drilling and producing rate;
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Legacy requests that you indicate your election in the drilling and completion of the Well in the spaces provided below, sign and return one (1) copy of this letter to the undersigned. If your election is to participate in the drilling and completion of the Well, please also sign and return a copy of the enclosed AFEs with your participation election. Please be aware that the enclosed AFEs are only an **estimate** of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Sally Meader-Roberts hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Sally Meader-Roberts

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

**VIA CERTIFIED MAIL**

July 29, 2021

Stephen T. Mitchell
Suite 648, Petroleum Bldg.
Roswell, NM 88201

Re: **Sapphire Federal Com #504H**
Participation Proposal
Lea County, New Mexico

Dear Sir/Madam:

Legacy Reserves Operating LP ("Legacy") proposes the drilling and completion of the Sapphire Federal Com #504H (the "Well") located in Sections 14 & 23, Township 19 South, Range 33 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well is itemized on the enclosed Authority for Expenditures ("AFE") dated April 20, 2021.
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Legacy is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement ("Operating Agreement"). The Operating Agreement dated August 1, 2021, by and between Legacy Reserves Operating LP, as Operator and various Non-Operators, covers the E/4 of Sections 14 and 23, Township 19 South, Range 33 East, Lea County, New Mexico, being 320 acres, more or less, with the following general provisions:

- 100%/300%/300% Non-consent penalty;
- \$8,000/\$800 Drilling and producing rate;
- Legacy Reserves Operating LP named as Operator.

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Thank you for your consideration of this proposal. **If you are interested in divesting of your interest or if you have any questions, please contact Teri Greer at (432) 689-5246 or tgreer@legacyreserves.com.**

Sincerely,

LEGACY RESERVES OPERATING LP



Taylor Thoreson
Director of Land

[Enclosures.]

Stephen T. Mitchell hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Legacy's **Sapphire Federal Com #504H** well.

_____ Not to participate in the **Sapphire Federal Com #504H**.

Stephen T. Mitchell

By: _____
(signature)

Title: _____

Date: _____

Phone: _____

Legacy Reserves Cost Estimate			
Location: Sec 14, T19S R33E, Lea County, NM		Property #:	
Field: TONTO		Estimated start:	
Depth: 9550' TVD / 19500' MD		Estimated completion:	
Originator: STEVE OWEN		Type: Drill & Complete	
Date prepared: 2021-04-20		WI:	
Well name: Sapphire 501H		API #:	
Description: Drill and Complete 2 Mile 2nd Bone Springs Lateral			

Description	Code	Estimated Cost	Net Cost
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DRILLING INTANGIBLE COSTS

IDC-SITE PREP / LOCATION SURVEY	830.050	120,000	
IDC-RIG MOVE IN / MOVE OUT	830.060	160,000	
IDC-DRILLING RIG	830.070	600,000	
IDC- RENTAL / TOOLS-EQUIP	830.100	75,000	
IDC-BITS	830.110	100,000	
IDC-MUD / CHEMICALS	830.120	230,000	
IDC-WATER	830.130	32,000	
IDC- DRILLING FLUID DISPOSAL			
IDC-EQUIPMENT TRANSPORTATION	830.150	10,000	
IDC-FORM EVAL/ELEC LOGGING/MUD LOGGING	830.170	29,824	
IDC-CEMENTING SERVICES	830.180	250,000	
IDC-DIRECTIONAL SERVICES/MWD/GYROS	830.190	315,000	
IDC-FISHING SERVICES	830.200		
IDC-DRILLSTRING INSPECTION	830.230	23,000	
IDC-CASING CREWS	830.270	70,000	
IDC-CONTRACT LABOR	830.280	130,000	
IDC-CAMP EXPENSES	830.300	85,000	
IDC-PROFESSIONAL SRVC/CONSULT	830.310	89,000	
IDC-WELL CONTROL INSURANCE	830.320	4,000	
IDC-DAMAGES	830.380	2,000	
IDC-PERMITTING	830.390	0	
IDC-FUEL / POWER	830.400	80,000	
IDC-COMPANY LABOR/SUPERVISION	830.700		
IDC-DRILLING OVERHEAD	830.720	5,047	
Total Drilling Intangible Costs		<u>2,409,871</u>	

DRILLING TANGIBLE COSTS

TDC-CONDUCTOR	840.100		
TDC-SURFACE CASING	840.110	60,000	
TDC-INTERMEDIATE I CASING	840.150	180,000	
TDC-INTERMEDIATE II CASING	840.200	0	
TDC - PRODUCTION CASING/LINER	840.210	350,000	
TDC-WELLHEAD EQUIPMENT	840.250	58,000	
TDC-MISCELLANEOUS DRLG TANGIBLES	840.500	57,352	
DRILLING CONTINGENCIES	840.510		
Total Drilling Tangible Costs		705,352	
	PERCENT		
Total Drilling Contingency	10%	<u>311,522</u>	
Total Drilling Costs		<u>3,426,745</u>	

COMPLETION INTANGIBLE COSTS

ICC- RENTAL / TOOLS-EQUIP	850.100	300,000
ICC-BITS	850.110	
ICC-MUD / CHEMICALS	850.120	80,000
ICC-WATER, SWD	850.130	615,857
ICC-EQUIPMENT TRANSPORTATION	850.150	20,000
ICC-LOGGING / PERFORATING / PLUGS	850.170	190,000
ICC-CEMENTING SERVICES	850.180	
ICC-FISHING SERVICES	850.200	
ICC-TUBULAR TESTING / INSPECTION	850.230	5,000
ICC-STIMULATION	850.250	1,586,000
ICC-CONTRACT LABOR	850.280	225,000
ICC-PROFESSIONAL SRVC/CONSULT	850.310	135,000
ICC-PULLING UNIT / CTU	850.400	300,000
ICC-COMPANY LABOR/SUPERVISION	850.700	15,000
ICC-COMPLETION OVERHEAD	850.720	10,000
Total Completion Intangible Costs		<u>3,481,857</u>

COMPLETION TANGIBLE COSTS

TSS-PACKERS & SUBSURFACE EQUIP	860.120	30,000
TSS-PRODUCTION TUBING	860.160	59,162
TSS-DOWNHOLE ARTIFICIAL LIFT & RODS	860.180	53,784
TSS-MISCELLANEOUS TSS	860.500	14,900
Total Completion Tangible Costs		157,846
	PERCENT	
Total Completion Contingency	10%	363,970
Total Completion Costs		<u>4,003,673</u>

SURFACE AND FACILITIES

TS-PUMPING UNIT	870.100	0
TS-INSTALLATION & CONTRACT LABOR	870.170	200,000
TS-ELECTRICAL SVCS & EQUIPMENT	870.470	38,363
TS-FLOWLINES	870.530	30,000
TS-MISCELLANEOUS	870.900	72,200
TS-DIRTWORK	850.050	25,000
TS-DAMAGES	850.380	2,000
TS-FITTINGS & SUPPLIES	870.140	61,667
TS-STORAGE TANKS	870.200	116,667
TS-MATLS:PUMPS/LINEPIPE	870.210	13,333
TS-SEPARATORS & HEATER TREATERS	870.220	56,667
TS-COMPRESSOR, DEHYDRATOR, VRU	870.230	5,000
TS-METERING EQUIP & LACT UNIT	870.240	11,800
TS-CONSTRUCTION OVERHEAD	870.720	5,000
	PERCENT	
Surface and Facilities Contengency	5%	31,885
Total Surface and Facilities Costs		<u>669,582</u>
TOTAL CONTINGENCIES	850.350	<u>707,377</u>
TOTAL WELL COST		<u>8,100,000</u>

COMPANY APPROVALS

TITLE	SIGNATURE
DRILLING MANAGER:	
PERMIAN BUSINESS MANAGER:	
OPERATIONS EVP	
CEO	

PARTNER APPROVAL

COMPANY NAME	
NAME	
TITLE	
SIGNATURE	

Legacy Reserves Cost Estimate			
Location: Sec 14, T19S R33E, Lea County, NM		Property #:	
Field: TONTO		Estimated start:	
Depth: 9550' TVD / 19500' MD		Estimated completion:	
Originator: STEVE OWEN		Type: Drill & Complete	
Date prepared: 2021-04-20		WI:	
Well name: Sapphire 502H		API #:	
Description: Drill and Complete 2 Mile 2nd Bone Springs Lateral			

Description	Code	Estimated Cost	Net Cost
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DRILLING INTANGIBLE COSTS

IDC-SITE PREP / LOCATION SURVEY	830.050	120,000	
IDC-RIG MOVE IN / MOVE OUT	830.060	160,000	
IDC-DRILLING RIG	830.070	600,000	
IDC- RENTAL / TOOLS-EQUIP	830.100	75,000	
IDC-BITS	830.110	100,000	
IDC-MUD / CHEMICALS	830.120	230,000	
IDC-WATER	830.130	32,000	
IDC- DRILLING FLUID DISPOSAL			
IDC-EQUIPMENT TRANSPORTATION	830.150	10,000	
IDC-FORM EVAL/ELEC LOGGING/MUD LOGGING	830.170	29,824	
IDC-CEMENTING SERVICES	830.180	250,000	
IDC-DIRECTIONAL SERVICES/MWD/GYROS	830.190	315,000	
IDC-FISHING SERVICES	830.200		
IDC-DRILLSTRING INSPECTION	830.230	23,000	
IDC-CASING CREWS	830.270	70,000	
IDC-CONTRACT LABOR	830.280	130,000	
IDC-CAMP EXPENSES	830.300	85,000	
IDC-PROFESSIONAL SRVC/CONSULT	830.310	89,000	
IDC-WELL CONTROL INSURANCE	830.320	4,000	
IDC-DAMAGES	830.380	2,000	
IDC-PERMITTING	830.390	0	
IDC-FUEL / POWER	830.400	80,000	
IDC-COMPANY LABOR/SUPERVISION	830.700		
IDC-DRILLING OVERHEAD	830.720	5,047	
Total Drilling Intangible Costs		<u>2,409,871</u>	

DRILLING TANGIBLE COSTS

TDC-CONDUCTOR	840.100		
TDC-SURFACE CASING	840.110	60,000	
TDC-INTERMEDIATE I CASING	840.150	180,000	
TDC-INTERMEDIATE II CASING	840.200	0	
TDC - PRODUCTION CASING/LINER	840.210	350,000	
TDC-WELLHEAD EQUIPMENT	840.250	58,000	
TDC-MISCELLANEOUS DRLG TANGIBLES	840.500	57,352	
DRILLING CONTINGENCIES	840.510		
Total Drilling Tangible Costs		705,352	
	PERCENT		
Total Drilling Contingency	10%	<u>311,522</u>	
Total Drilling Costs		<u>3,426,745</u>	

COMPLETION INTANGIBLE COSTS

ICC- RENTAL / TOOLS-EQUIP	850.100	300,000
ICC-BITS	850.110	
ICC-MUD / CHEMICALS	850.120	80,000
ICC-WATER, SWD	850.130	615,857
ICC-EQUIPMENT TRANSPORTATION	850.150	20,000
ICC-LOGGING / PERFORATING / PLUGS	850.170	190,000
ICC-CEMENTING SERVICES	850.180	
ICC-FISHING SERVICES	850.200	
ICC-TUBULAR TESTING / INSPECTION	850.230	5,000
ICC-STIMULATION	850.250	1,586,000
ICC-CONTRACT LABOR	850.280	225,000
ICC-PROFESSIONAL SRVC/CONSULT	850.310	135,000
ICC-PULLING UNIT / CTU	850.400	300,000
ICC-COMPANY LABOR/SUPERVISION	850.700	15,000
ICC-COMPLETION OVERHEAD	850.720	10,000
Total Completion Intangible Costs		<u>3,481,857</u>

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Location: Sec 14, T19S R33E, Lea County, NM		Property #:	
Field: TONTO		Estimated start:	
Depth: 9550' TVD / 19500' MD		Estimated completion:	
Originator: STEVE OWEN		Type: Drill & Complete	
Date prepared: 2021-04-20		WI:	
Well name: Sapphire 503H		API #:	
Description: Drill and Complete 2 Mile 2nd Bone Springs Lateral			

Description	Code	Estimated Cost	Net Cost
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Total Drilling Tangible Costs		705,352	
	PERCENT		
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Originator: STEVE OWEN		Type: Drill & Complete	
Date prepared: 2021-04-20		WI:	
Well name: Sapphire 504H		API #:	
Description: Drill and Complete 2 Mile 2nd Bone Springs Lateral			

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OPERATIONS EVP	
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COMPANY NAME	
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SIGNATURE	

CHRONOLOGY OF CONTACT

Date	Parties	Pooling Unit	Notes/Discussion
4/23/2021	All WI Parties	Ruby	First iteration of Well Proposals provided to WI Partners whereby Legacy proposed 3 wells to WI partners
4/23/2021	All WI Parties	Sapphire	First iteration of Well Proposals provided to WI Partners whereby Legacy proposed 5 wells to WI partners
5/4/2021	Conoco Phillips (COP)	Ruby & Sapphire	COP delivers possible lease tracts (which includes COP's interest in Ruby & Sapphire) to Legacy that COP would consider trading (assigning) to Legacy in a lease trade.
5/20/2021	Conoco Phillips (COP)	Ruby & Sapphire	Legacy responds to COP's trade proposal that was provided to Legacy on 5/4/2021.
6/3/2021	Chisholm Energy (Chisholm)	Ruby	Chisholm proposes a three way trade between Legacy, PBEX and Chisholm, whereby the parties consolidate interests in their own planned operated units.
6/11/2021	Chisholm Energy (Chisholm)	Ruby	Legacy provides Chisholm a counter-proposal to their 6/3/2021 lease trade proposal.
7/29/2021	All WI Parties	Ruby	Second iteration of Well Proposals provided to WI Partners and reduced the well count from 3 to 2 (only proposed the 501H and 502H), resulting in well locations changing thus requiring an additional well proposals
7/29/2021	All WI Parties	Sapphire	Second iteration of Well Proposals provided to WI Partners and reduced the well count from 6 to 4 (only proposed the 501H-504H), resulting in well locations changing thus requiring an additional well proposals
8/5/2021	Chisholm Energy (Chisholm)	Ruby	Chisholm indicated to Legacy that PBEX desired to alter the proposed three way trade between Chisholm, Legacy and PBEX to the extent that the trade stalled.
8/13/2021	EGL Resources/PBEX (PBEX)	Ruby	Legacy requests a visit with PBEX at Summer NAPE to discuss the Chisholm three way trade proposal.
8/16/2021	EGL Resources/PBEX (PBEX)	Ruby	In lieu of the meeting at Summer NAPE, PBEX and Legacy have a phone discussion to discuss the Chisholm three way trade proposal.
8/24/2021	Conoco Phillips (COP)	Ruby & Sapphire	COP provides Legacy a final trade proposal, which is a counter proposal to Legacy's proposal on 5/20/2021.
9/13/2021	Conoco Phillips (COP)	Ruby & Sapphire	Legacy responds to COP's 8/24/2021 trade proposal with a counter-proposal.

CHRONOLOGY OF CONTACT

10/25/2021	Matador Resources Company (MRC)	Sapphire	Matador provides Legacy with 8 MJ Fed 2314 Fed Com well proposals which become competing proposals to Legacy's Sapphire Pooling application.
11/12/2021	Matador Resources Company (MRC)	Sapphire	Legacy provides Matador with a lease trade proposal whereby Matador would assign Legacy their interest in Sapphire in exchange for unrelated lands from Legacy.
11/16/2021	Conoco Phillips (COP)	Ruby & Sapphire	Legacy inquiring with COP to confirm which lands are to be included in the Legacy/COP trade.
11/17/2021	Conoco Phillips (COP)	Ruby & Sapphire	COP requested that Legacy continue their Ruby & Sapphire pooling hearings to ensure the trade closes prior to the hearing date.
11/17/2021	Conoco Phillips (COP)	Ruby & Sapphire	Legacy agrees to continue the Ruby & Sapphire pooling hearings so long as the Legacy/COP trade is closed by year-end 2021.
11/23/2021	EGL Resources/PBEX (PBEX)	Ruby	PBEX provides Legacy a well proposal/AFE package for their planned Casino Royale development which becomes a competing application to Legacy's pre-existing/approved Ruby Pooling Application.
1/11/2022	EGL Resources/PBEX (PBEX)	Ruby	Legacy provides PBEX with interests in certain leases in Texas, which is the beginning of possible trade negotiations whereby Legacy attempts to trade PBEX a lease in Texas in exchange for PBEX's lease in Ruby.
1/17/2022	Conoco Phillips (COP)	Ruby & Sapphire	Legacy and COG closed trade, made effective 12/1/2021 (Legacy acquired COG's interest in Ruby & Sapphire)
1/26/2022	EGL Resources/PBEX (PBEX)	Ruby	Legacy follows up with the potential trade discussions first discussed on 1/11/2022.
1/27/2022	EGL Resources/PBEX (PBEX)	Ruby	PBEX responds to Legacy's inquiry on 1/26/2022 reassuring Legacy that PBEX is evaluating a potential trade, but does not confirm PBEX can agree to any possible trade.
2/1/2022	All WI Parties	Sapphire	Legacy provided JOA's to all WI partners in the Sapphire wells
2/2/2022	Matador Resources Company (MRC)	Sapphire	Via telephone conversation between Brett Willis and Nick Weeks at Matador, Matador proposed that Matador should be given operatorship of the E/E/2 of Sections 15 and 22; also discussed trade options
2/2/2022	Chisholm Energy (Chisholm)	Sapphire	Legacy proposed a JOA to Chisholm/Earthstone

CHRONOLOGY OF CONTACT

2/7/2022	Matador Resources Company (MRC)	Sapphire	Legacy proposed a JOA to Matador along with an offer to purchase of \$4,500/acre
2/9/2022	Matador Resources Company (MRC)	Sapphire	Brett Willis spoke with Nick Weeks at Matador about Legacy's offer to purchase of \$4,500/acre; Nick responded to Brett by offering Legacy \$6,000/acre for Legacy's assets in Sapphire
2/10/2022	EGL Resources/PBEX (PBEX)	Ruby	PBEX and Legacy have lunch to discuss possible trade proposals/ideas.
2/14/2022	EGL Resources/PBEX (PBEX)	Ruby	PBEX requests confirmation from Legacy about the lease Legacy proposed to trade to PBEX in exchange for PBEX's interest in Ruby.
2/24/2022	EGL Resources/PBEX (PBEX)	Ruby	Legacy responds to PBEX's 2/14/2022 inquiry.
3/1/2022	All WI Parties	Sapphire	Proposal of wells made to WI Partners who were discovered as owning title according to updated title who did not originally receive a well proposal (these proposals were made only to owners in the Sapphire Federal Com 502H)
3/7/2022	Fasken	Ruby	Provided well proposals and JOA's to Fasken once title confirmed Faskens ownership in Ruby
3/8/2022	All WI Parties	Ruby	Legacy provided JOA's to all WI partners in the Ruby wells
3/9/2022	EGL Resources/PBEX (PBEX)	Ruby	PBEX provides Legacy a formal proposal whereby PBEX assigns Legacy their Ruby lease in exchange for lands unrelated to Ruby & Sapphire.
3/9/2022	EGL Resources/PBEX (PBEX)	Ruby	Legacy informs PBEX that their proposed trade was too much in favor of PBEX in order to proceed and requests that PBEX add additional acreage in order to make the trade more equitable.
3/15/2022	EGL Resources/PBEX (PBEX)	Ruby	Legacy provides PBEX with the Ruby Well Proposals and corresponding AFE's/JOA.

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

**APPLICATIONS OF LEGACY RESERVES
OPERATING LP FOR A HORIZONTAL SPACING
UNIT AND COMPULSORY POOLING, LEA
COUNTY, NEW MEXICO**

Case No. 22226 – 22229

AFFIDAVIT OF JOHN STEWART

John Stewart, being first duly sworn upon oath, deposes and states as follows:

1. My name is John Stewart, and I am employed by Legacy Reserves Operating LP (“Legacy”) as a Senior Geologist.

2. I have not previously testified before the New Mexico Oil Conservation Division (“Division”). I have fifteen plus years of experience in petroleum geological matters, and I am familiar with the subject applications and the geology involved. I ask that the Division accept my credentials as those of an expert witness in petroleum geological matters and made a matter of record.

a. I have a Bachelor of Science Degree in Geology from The University of Texas of the Permian Basin and a Master of Science Degree in Geology from The University of Texas of the Permian Basin.

b. I have worked in matters of petroleum geology since 2006, which includes experience in the Permian Basin.

3. I am submitting this affidavit in support of Legacy’s applications in the above-referenced cases pursuant to 19.15.4.12.(A)(1) NMAC.

4. **Legacy Exhibit D-1** is a base map of the lands showing the proposed Bone Spring formation spacing units and wells.

5. **Legacy Exhibit D-2** is a structure map showing the depth (subsea) to the top of the 2nd Bone Spring formation, a marker that defines the top of the target interval for the proposed well(s). Contour interval of 25'. The units being pooled are outlined in bold, and the proposed wells are identified. The structure map shows regional down-dip to the southeast. I do not observe any faulting, pinchouts, or other geologic impediments to developing this target interval.

6. **Legacy Exhibit D-2** is a stratigraphic cross-section flattened on the top of the 2nd Bone Spring formation. Each well in the cross-section contains a gamma ray, resistivity, and porosity log. The cross-section demonstrates continuity and consistent thickness across the target zone, and the well logs on the cross-section give a representative sample of the 2nd Bone Spring Sand. The landing zone is highlighted on the exhibit.

7. Based on the attached exhibits, I hereby conclude as follows:

a. The target formation is present and continuous throughout the lands subject to the applications.

b. The horizontal spacing and proration unit is justified from a geologic standpoint.

c. There are no structural impediments or faulting that will interfere with horizontal development.

d. Each quarter-quarter section in the unit will contribute more or less equally to production, and I can confirm each quarter section along the lateral will also contribute more or less equally to production.

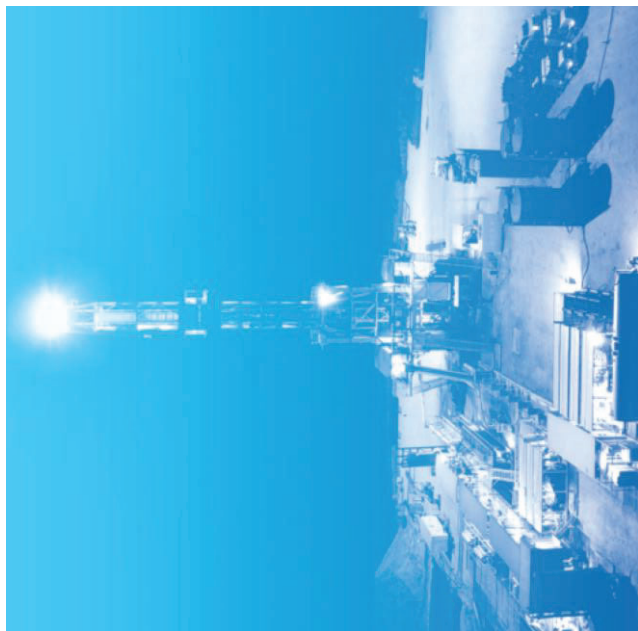
e. To best accommodate our development, a North-South well orientation was chosen. The wells will run sub-perpendicular to the inferred orientation of the maximum horizontal stress.

8. **Exhibit D-1** through **Exhibit E-3** were prepared by me or compiled from Legacy's company business records under my direct supervision.

9. The granting of these applications is in the best interest of conservation, the prevention of waste, and the protection of correlative rights, and will avoid the drilling of unnecessary wells.

10. I hereby swear that to the best of my knowledge and belief, all of the matters set forth herein and in the exhibits are true, correct, and accurate.

[Remainder of page left intentionally blank]



LEGACY
RESERVES



Sapphire Exhibits

04/11/2022

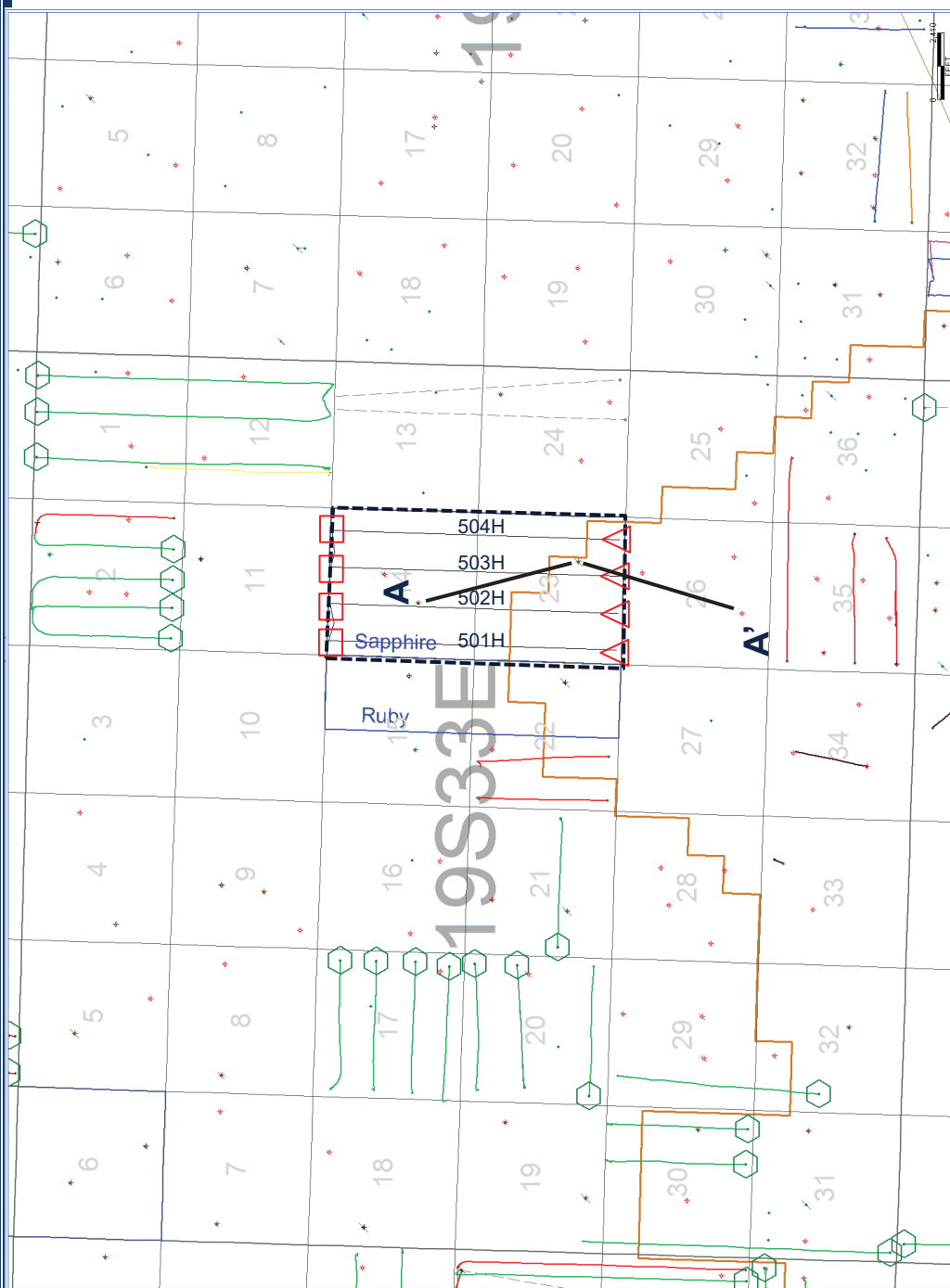
Oil Conservation Division Hearing - April 21, 2022
Case Nos. 22226 to 22229
Legacy Reserves Operating LP - Exhibit D

Geology Basic Exhibits - Sapphire



Oil Conservation Division Hearing - April 21, 2022
Case Nos. 22226 to 22229
Legacy Reserves Operating LP - Exhibit D

Sapphire Base Map Exhibit D-1



Base Map with Line of Section
A - A'

2nd BSS Horizontal Wells

△ BHL
□ FTP

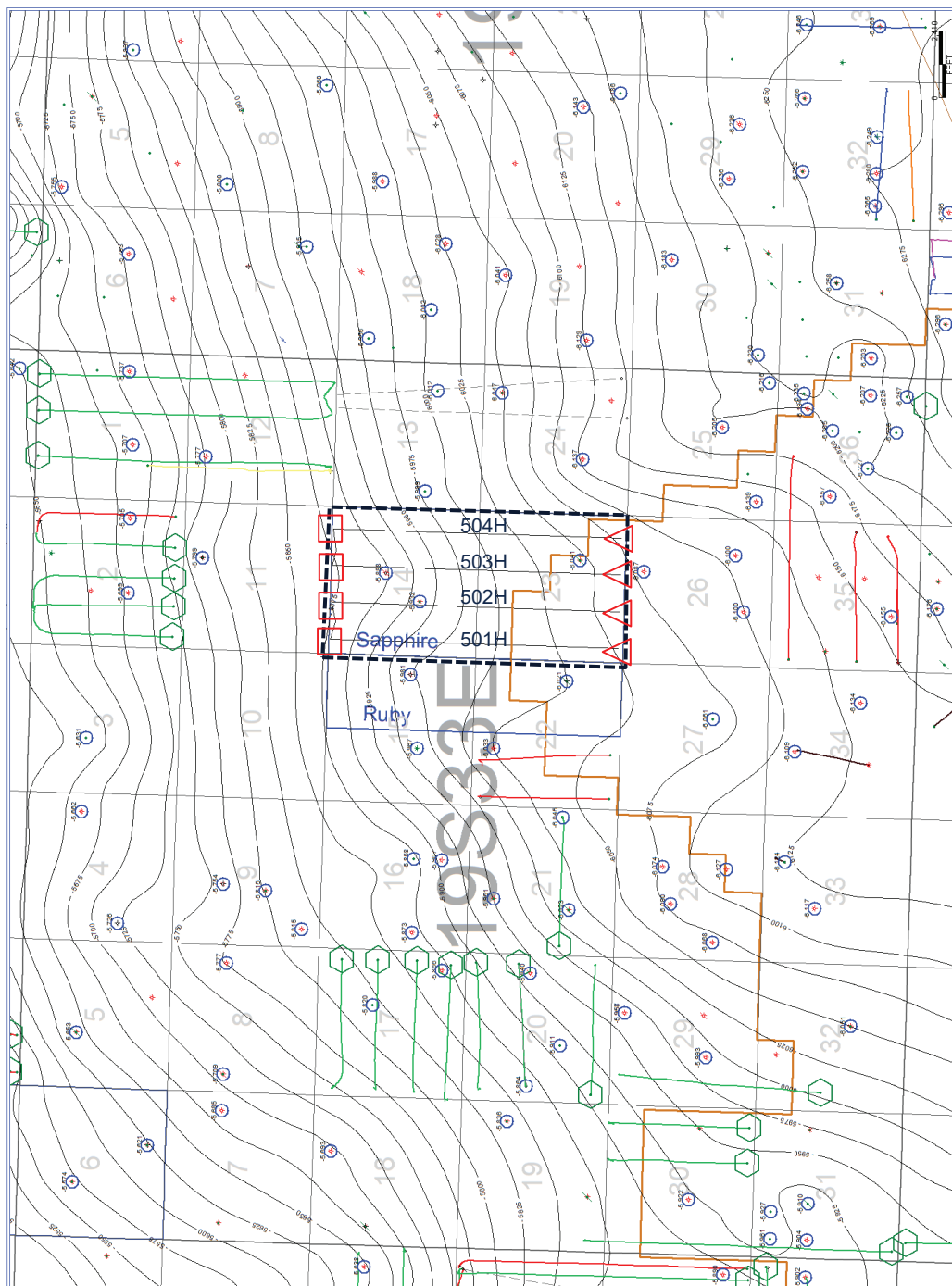
Horizontal Locations:
 Sapphire Fed Com #501H
 Sapphire Fed Com #502H
 Sapphire Fed Com #503H
 Sapphire Fed Com #504H

— Potash District

All wells shown >9500' TD.



Sapphire Structure Map Exhibit D-2



2nd BSS Structure Map
CI=25 Feet



2nd BSS Horizontal Wells

○ Control Points

△ BHL

□ FTP

Horizontal Locations:

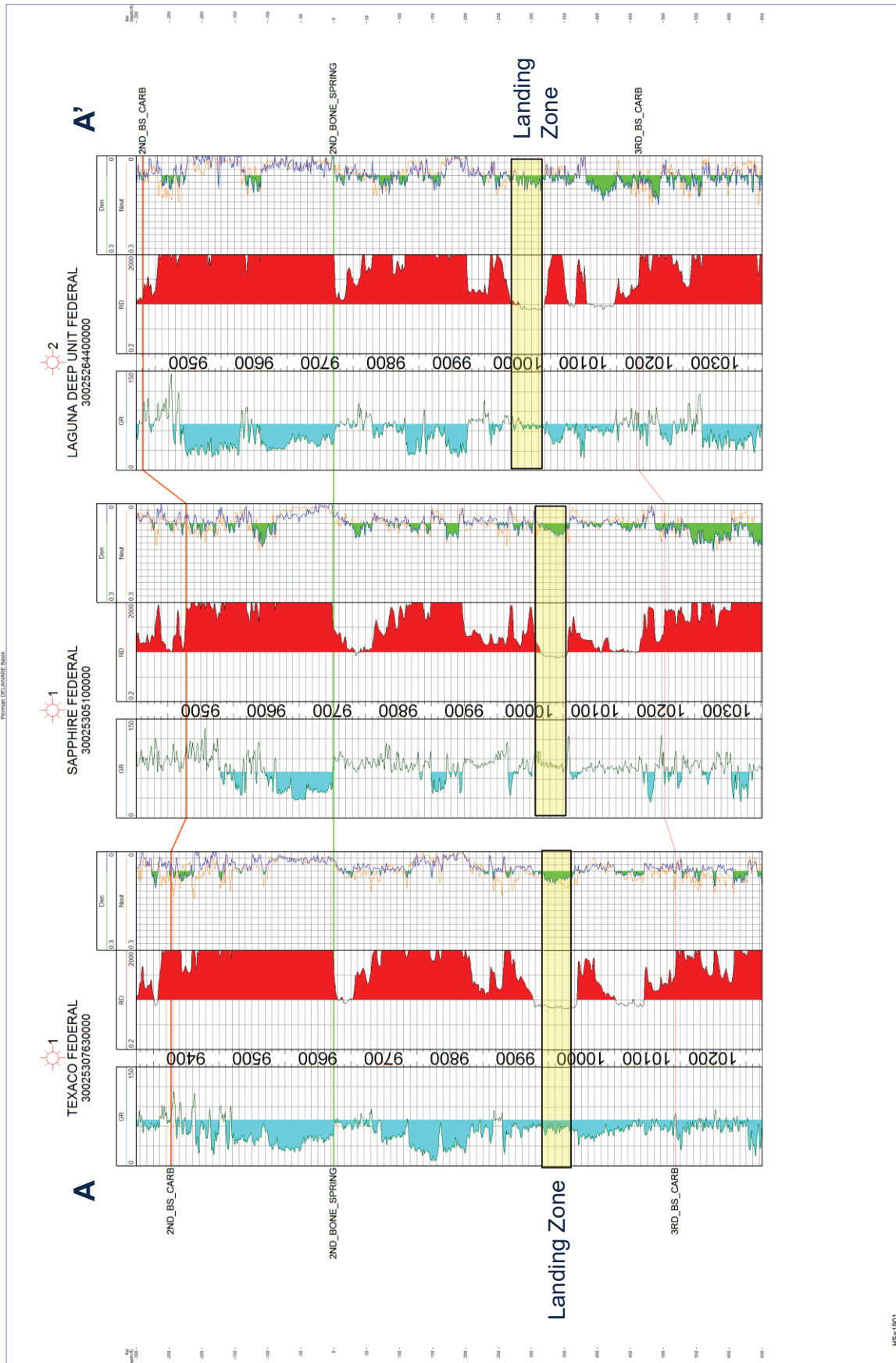
- Sapphire Fed Com #501H
- Sapphire Fed Com #502H
- Sapphire Fed Com #503H
- Sapphire Fed Com #504H

— Potash District

Only wells >9500' shown.



Sapphire Stratigraphic Cross Section Exhibit D-3



HS-1921



Oil Conservation Division Hearing - April 21, 2022
Case Nos. 22226 to 22229
Legacy Reserves Operating LP - Exhibit D

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

APPLICATION OF LEGACY OPERATING
RESOURCES LP FOR COMPULSORY
POOLING, LEA COUNTY, NEW MEXICO

CASE NO. 22226
CASE NO. 22227
CASE NO. 22228

AFFIDAVIT

STATE OF COLORADO)
) ss.
CITY AND COUNTY OF DENVER)

James Parrot, attorney in fact and authorized representative of Legacy Reserves Operating LP, the Applicant herein, being first duly sworn, upon oath, states that the above-referenced Application has been provided under Notice Letters dated October 8, 2021 and March 4, 2022, which the Applicant mailed via U.S. Postal Service Certified Mail. Applicant also published notice of the Application in the Albuquerque Journal on October 11, 2021 and in the Carlsbad Current Argus on November 11, 2021. Said notice letters and proof of receipts are attached hereto.

James P. Parrot

SUBSCRIBED AND SWORN to before me on April 14, 2022 by James P. Parrot.

My commission expires:

MARY GRACE T. GO-HOVELAND
Notary Public
State of Colorado
20114013519
My Commission Expires March 4, 2023

NOTARY PUBLIC

BEATTY & WOZNIAK, P.C.

ATTORNEYS AT LAW
1675 BROADWAY, SUITE 600
DENVER, CO 80202
TELEPHONE 303-407-4499
FAX 1-800-886-6566
www.bwenergylaw.com

OFFICE LOCATIONS
COLORADO
NEW MEXICO
TEXAS
UTAH
WYOMING

JOBY RITTENHOUSE

(303) 407-4457
JRITTENHOUSE@BWENERGYLAW.COM

October 8, 2021

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO SPACING AND POOLING PROCEEDINGS

Re: Applications of Legacy Reserves Operating LP for horizontal spacing and compulsory pooling, Lea County, New Mexico
Sapphire Fed Com 501H, 502H, and 503H Wells (Case Nos. 22226 – 22228)

Dear Interest Owners:

This letter is to advise you that Legacy Reserves Operating LP (“Legacy”) has filed the enclosed applications, Case Nos. 22226 – 22228, with the New Mexico Oil Conservation Division for creating standard horizontal spacing units and the compulsory pooling of the Bone Spring Formation involving the Sapphire Fed Com 501H, 502H, and 503H Wells.

In Case No. 22226, Legacy plans to space and pool the W½W½ of Section 14 and W½W½ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico, a standard unit encompassing 320 acres, more or less, dedicated to the Sapphire Fed Com 501H Well.

In Case No. 22227, Legacy plans to space and pool the E½W½ of Section 14 and E½W½ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico, a standard unit encompassing 320 acres, more or less, dedicated to the Sapphire Fed Com 502H Well.

In Case No. 22228, Legacy plans to space and pool the W½E½ of Section 14 and W½E½ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico o, a standard unit encompassing 320 acres, more or less, dedicated to the Sapphire Fed Com 503H Well.

A hearing has been requested before a Division Examiner on November 4, 2021, and the status of the hearing can be monitored through the Division’s website. Division hearings will commence at 8:15 a.m., traditionally in Porter Hall at the Oil Conservation Division’s Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. However, under the COVID-19 Public Health Emergency, the hearing will be conducted remotely. For

BEATTY & WOZNIAK, P.C.

October 8, 2021
Case Nos. 22226 – 22228
Page 2

information about remote access, you can visit the Division's website at: <https://www.emnrd.nm.gov/ocd/hearing-info/> or call (505) 476-3441.

You are being notified as an interest owner and are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 19.15.4.13.B NMAC to file a Prehearing Statement at least four business days in advance of a scheduled hearing, but in no event later than 5 p.m. mountain time on the Thursday preceding the scheduled hearing date. This statement must be filed at the Division's Santa Fe office at the above specified address and should include: The names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

If you have any questions about this matter, please contact Brett Willis at (720) 943-5248 or at bwillis@legacyreserves.com.

Sincerely,



Jobediah Rittenhouse

Attorney for Legacy Reserves Operating LP

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case Nos. 22226, 22227 & 22228

MRC Explorers Resources LLC
5400 LBJ Freeway, Suite 1500
Dallas, TX 75240

7021 0350 0002 0272 7471

COMPLETE THIS SECTION ON DELIVERY

A. Signature Agent Addressee

B. Received by (Printed Name) C. Date of Delivery

D. Is delivery address different from item 1? Yes
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 Certified Mail Restricted Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Mail Restricted Delivery

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Sent To MRC Explorers Resources LLC
5400 LBJ Freeway, Suite 1500
Dallas, TX 75240

Case Nos. 22226, 22227 & 22228

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1. Article Addressed to:

Case Nos. 22226, 22227 & 22228

Chad Barbe
PO Box 2107
Roswell, NM 88202-2107

7021 0350 0002 0272 0106

COMPLETE THIS SECTION ON DELIVERY

A. Signature Agent Addressee

B. Received by (Printed Name) C. Date of Delivery

D. Is delivery address different from item 1? Yes
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Adult Signature Restricted Delivery \$

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Total Postage \$

Sent To Chad Barbe
PO Box 2107
Roswell, NM 88202-2107

Case Nos. 22226, 22227 & 22228

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1. Article Addressed to:

Case Nos. 22226, 22227 & 22228

Jalapeno Corporation
PO Box 1608
Albuquerque, NM 87103-1608

7021 0350 0002 0272 0045

COMPLETE THIS SECTION ON DELIVERY

A. Signature Agent Addressee

B. Received by (Printed Name) C. Date of Delivery

D. Is delivery address different from item 1? Yes
If YES, enter delivery address below: No

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 Certified Mail® Signature Confirmation™
 Certified Mail Restricted Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Signature Confirmation Restricted Delivery
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Return Receipt (electronic) \$

Certified Mail Restricted Delivery \$

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Adult Signature Restricted Delivery \$

Postage \$

Total Postage \$

Sent To Jalapeno Corporation
PO Box 1608
Albuquerque, NM 87103-1608

Case Nos. 22226, 22227 & 22228

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Oil Conservation Division Hearing - April 21, 2022
Case Nos. 22226 to 22229
Legacy Reserves Operating LP - Exhibit E

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 2. Print your name and address on the reverse so that we can return the card to you.
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4. Article Addressed to:

Case Nos. 22226, 22227 & 22228

Yates Energy Corporation
 PO Box 2323
 Roswell, NM 88202-2323

9590 9402 6736 1060 6042 12

Article Number (Transfer from service label)
 7021 0350 0002 0272 7396

COMPLETE THIS SECTION ON DELIVERY

A. Signature
 [Signature] Agent Addressee

B. Received by (Printed Name)
 Lisa Keldridge

C. Date of Delivery
 OCT 13 2021

D. Is delivery address different from item 1? Yes No
 If YES, enter delivery address below:

3. Service Type **201**
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
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 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage \$
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Case Nos. 22226, 22227 & 22228

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 Street and Apt. PO Box 2323
 City, State, ZIP Roswell, NM 88202-2323

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4. Article Addressed to:

Case Nos. 22226, 22227 & 22228

Pegasus Resources LLC
 PO Box 470698
 Fort Worth, TX 76147

9590 9402 6736 1060 6042 50

Article Number (Transfer from service label)
 7021 0350 0002 0272 7433

COMPLETE THIS SECTION ON DELIVERY

A. Signature
 [Signature] Agent Addressee

B. Received by (Printed Name)
 Thomas

C. Date of Delivery
 10/13/21

D. Is delivery address different from item 1? Yes No
 If YES, enter delivery address below:

3. Service Type
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 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
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 Collect on Delivery Restricted Delivery

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 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage \$
 Total Postage \$

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Case Nos. 22226, 22227 & 22228

Sent To Pegasus Resources LLC
 Street and Apt. PO Box 470698
 City, State, ZIP Fort Worth, TX 76147

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4. Article Addressed to:

Case Nos. 22226, 22227 & 22228

McMullen Minerals LLC
 PO Box 470857
 Ft. Worth, TX 76147

9590 9402 6736 1060 6043 11

Article Number (Transfer from service label)
 7021 0350 0002 0272 7495

COMPLETE THIS SECTION ON DELIVERY

A. Signature
 [Signature] Agent Addressee

B. Received by (Printed Name)
 Elizabeth Leonard

C. Date of Delivery
 10/13/21

D. Is delivery address different from item 1? Yes No
 If YES, enter delivery address below:

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
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 Adult Signature Restricted Delivery \$

Postage \$
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Case Nos. 22226, 22227 & 22228

Sent To McMullen Minerals LLC
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 City, State, ZIP Ft. Worth, TX 76147

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

Case Nos. 22226 to 22229 Legacy Reserves Operating LP - Exhibit E

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1. Article Addressed to:

Case Nos. 22226, 22227 & 22228

Explorers Petro Corp
PO Box 1933
Roswell, NM 82021

9590 9402 6736 1060 6039 18

2. Article Number (Transfer from service label)
7021 0350 0002 0272 0069

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
Anna Cameron Agent Addressee

B. Received by (Printed Name) *Anna Cameron* C. Date of Delivery *10/13/21*

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Insured Mail
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 Return Receipt (electronic) \$
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 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage \$
Total Postage \$

Sent To Explorers Petro Corp
Street and Apt. PO Box 1933
City, State, ZIP: Roswell, NM 82021

Case Nos. 22226, 22227 & 22228

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Article Addressed to:

Case Nos. 22226, 22227 & 22228

Spiral Inc
PO Box 1933
Roswell, NM 88202

9590 9402 6736 1060 6042 36

Article Number (Transfer from service label)
7021 0350 0002 0272 7419

Form 3811, July 2020 PSN 7530-02-000-9053

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A. Signature
Anna Cameron Agent Addressee

B. Received by (Printed Name) *Anna Cameron* C. Date of Delivery *10/13/21*

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

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 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage \$
Total Postage \$

Sent To Spiral Inc
Street and Apt. PO Box 1933
City, State, ZIP: Roswell, NM 88202

Case Nos. 22226, 22227 & 22228

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

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Print your name and address on the reverse so that we can return the card to you.
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Article Addressed to:

Case Nos. 22226, 22227 & 22228

AmeriPermian Holdings, LLC
1733 Woodstead Ct, Suite 206
The Woodlands, TX 77380

9590 9402 6736 1060 6046 63

Article Number (Transfer from service label)
7021 0350 0002 0272 0113

Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
[Signature] Agent Addressee

B. Received by (Printed Name) C. Date of Delivery *10/13*

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
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Extra Services & Fees (check box, add fee as appropriate)
 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage \$
Total Postage \$

Sent To AmeriPermian Holdings, LLC
Street and Apt. 1733 Woodstead Ct, Suite 206
City, State, ZIP: The Woodlands, TX 77380

Case Nos. 22226, 22227 & 22228

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

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- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:


Case Nos. 22226, 22227 & 22228

COG Operating LLC
600 West Illinois Avenue
Midland, TX 79701

2. Article Number (Transfer from service label)
7021 0350 0002 0272 0083

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
X  Agent Addressee

B. Received by (Printed Name)
Dane... 10/13/21

C. Date of Delivery
10/13/21

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below: No

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
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Domestic Return Receipt

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 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage \$
Total Postage \$

Case Nos. 22226, 22227 & 22228

Sent To
COG Operating LLC
600 West Illinois Avenue
Midland, TX 79701

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

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1. Article Addressed to:


Case Nos. 22226, 22227 & 22228

ConocoPhillips Company
600 West Illinois Avenue
Midland, TX 79701

2. Article Number (Transfer from service label)
7021 0350 0002 0272 0076

PS Form 3811, July 2020 PSN 7530-02-000-9053

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A. Signature
X  Agent Addressee

B. Received by (Printed Name)
Dane... 10/13/21

C. Date of Delivery
10/13/21

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below: No

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery

Domestic Return Receipt

U.S. Postal Service™
CERTIFIED MAIL® RECEIPT
Domestic Mail Only

For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee \$
 Extra Services & Fees (check box, add fee as appropriate)
 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage \$
Total Postage \$

Case Nos. 22226, 22227 & 22228

Sent To
ConocoPhillips Company
600 West Illinois Avenue
Midland, TX 79701

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case Nos. 22226, 22227 & 22228

John E. Sherry and wife, Dena
3415 NW Braid Drive
Bend, OR 97703

2. Article Number (Transfer from service label)
7021 0350 0002 0272 0038

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
X  Agent Addressee

B. Received by (Printed Name)
CIG 10/13

C. Date of Delivery
10/13

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below: No

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery

Domestic Return Receipt

U.S. Postal Service™
CERTIFIED MAIL® RECEIPT
Domestic Mail Only

For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee \$
 Extra Services & Fees (check box, add fee as appropriate)
 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage \$
Total Postage \$

Case Nos. 22226, 22227 & 22228

Sent To
John E. Sherry and wife, Dena
3415 NW Braid Drive
Bend, OR 97703

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

Oil Conservation Division Hearing - April 21, 2022
Case Nos. 22226 to 22229
Legacy Reserves Operating LP - Exhibit E

SENDER: COMPLETE THIS SECTION

Complete items 1, 2, and 3.
Print your name and address on the reverse so that we can return the card to you.
Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case Nos. 22226, 22227 & 22228

Olin E. Groves
2507 Cimmaron
Midland, TX 79705

COMPLETE THIS SECTION ON DELIVERY

A. Signature
X *Rm* Agent Addressee

B. Received by (Printed Name)
553 C-19

C. Date of Delivery
10/12/21

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery

2. Article Number (Transfer from service label)
7021 0350 0002 0272 7440 Restricted Delivery

U.S. Postal Service™
CERTIFIED MAIL® RECEIPT
Domestic Mail Only

For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee
\$

Extra Services & Fees (check box, add fee as appropriate)
 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage
\$

Total Postage
\$

Sent To
Olin E. Groves
Street and Apt. 2507 Cimmaron
City, State, ZIP+4® Midland, TX 79705

Case Nos. 22226, 22227 & 22228

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

PS Form 3811, July 2020 PSN 7530-02-000-9053 Domestic Return Receipt

SENDER: COMPLETE THIS SECTION

Complete items 1, 2, and 3.
Print your name and address on the reverse so that we can return the card to you.
Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case Nos. 22226, 22227 & 22228

MRC Delaware Resources LLC
5400 LBJ Freeway, Suite 1500
Dallas, TX 75240

COMPLETE THIS SECTION ON DELIVERY

A. Signature
X *TW340* Agent Addressee

B. Received by (Printed Name)
C-19

C. Date of Delivery
10-11-21

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery

2. Article Number (Transfer from service label)
7021 0350 0002 0272 7488 Restricted Delivery

U.S. Postal Service™
CERTIFIED MAIL® RECEIPT
Domestic Mail Only

For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee
\$

Extra Services & Fees (check box, add fee as appropriate)
 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage
\$

Total Postage
\$

Sent To
MRC Delaware Resources LLC
Street and Apt. 5400 LBJ Freeway, Suite 1500
City, State, ZIP+4® Dallas, TX 75240

Case Nos. 22226, 22227 & 22228

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

Complete items 1, 2, and 3.
Print your name and address on the reverse so that we can return the card to you.
Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case Nos. 22226, 22227 & 22228

Nadel & Gussman Capitan LLC
15 East 5th Street, Suite 3200
Tulsa, OK 74103

COMPLETE THIS SECTION ON DELIVERY

A. Signature
X *NADEL* Agent Addressee

B. Received by (Printed Name)
NADEL

C. Date of Delivery
Oct 12 2021

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:
15 E 5TH ST 3200

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery

2. Article Number (Transfer from service label)
7021 0350 0002 0272 7457 Restricted Delivery

U.S. Postal Service™
CERTIFIED MAIL® RECEIPT
Domestic Mail Only

For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee
\$

Extra Services & Fees (check box, add fee as appropriate)
 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage
\$

Total Postage
\$

Sent To
Nadel & Gussman Capitan LLC
Street and Apt. 15 East 5th Street, Suite 3200
City, State, ZIP+4® Tulsa, OK 74103

Case Nos. 22226, 22227 & 22228

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

PS Form 3811, July 2020 PSN 7530-02-000-9053 Domestic Return Receipt

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case Nos. 22226, 22227 & 22228

MRC Spiral Resources LLC
 5400 LBJ Freeway, Suite 1500
 Dallas, TX 75240



9590 9402 6736 1060 6042 81

2. Article Number (Transfer from service label)

7021 0350 0002 0272 7464

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
 X *T. W. S. G. L.* Agent Addressee

B. Received by (Printed Name) *C. G.* C. Date of Delivery *10-11-21*

D. Is delivery address different from item 1? Yes No
 If YES, enter delivery address below:

3. Service Type
- | | |
|--|---|
| <input type="checkbox"/> Adult Signature | <input type="checkbox"/> Priority Mail Express® |
| <input type="checkbox"/> Adult Signature Restricted Delivery | <input type="checkbox"/> Registered Mail™ |
| <input checked="" type="checkbox"/> Certified Mail® | <input type="checkbox"/> Registered Mail Restricted Delivery |
| <input type="checkbox"/> Certified Mail Restricted Delivery | <input type="checkbox"/> Signature Confirmation™ |
| <input type="checkbox"/> Collect on Delivery | <input type="checkbox"/> Signature Confirmation Restricted Delivery |
| <input type="checkbox"/> Collect on Delivery Restricted Delivery | |

Restricted Delivery

Domestic Return Receipt

U.S. Postal Service™
CERTIFIED MAIL® RECEIPT
 Domestic Mail Only

For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee \$ _____

Extra Services & Fees (check box, add fee as appropriate)

<input type="checkbox"/> Return Receipt (hardcopy)	\$ _____
<input type="checkbox"/> Return Receipt (electronic)	\$ _____
<input type="checkbox"/> Certified Mail Restricted Delivery	\$ _____
<input type="checkbox"/> Adult Signature Required	\$ _____
<input type="checkbox"/> Adult Signature Restricted Delivery	\$ _____

Postmark Here

Postage \$ _____

Total Postage and \$ _____

Case Nos. 22226, 22227 & 22228

Sent To MRC Spiral Resources LLC
 5400 LBJ Freeway, Suite 1500
 Dallas, TX 75240

Street and Apt. No.
 City, State, ZIP+4

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

4942 2220 2000 0500 1202

BEATTY & WOZNIAK, P.C.

ATTORNEYS AT LAW
1675 BROADWAY, SUITE 600
DENVER, CO 80202
TELEPHONE 303-407-4499
FAX 1-800-886-6566
www.bwenergylaw.com

OFFICE LOCATIONS
COLORADO
NEW MEXICO
TEXAS
UTAH
WYOMING

JOBY RITTENHOUSE

(303) 407-4457
JRITTENHOUSE@BWENERGYLAW.COM

October 8, 2021

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO SPACING AND POOLING PROCEEDING

Re: Application of Legacy Reserves Operating LP for horizontal spacing and compulsory pooling, Lea County, New Mexico
Sapphire Fed Com 504H Well (Case No. 22229)

Dear Interest Owners:

This letter is to advise you that Legacy Reserves Operating LP (“Legacy”) has filed the enclosed application, Case Nos. 22229, with the New Mexico Oil Conservation Division for creating a standard horizontal spacing unit and the compulsory pooling of the Bone Spring formation involving the Sapphire Fed Com 504H Well.

In Case No. 22229, Legacy plans to space and pool the E½E½ of Section 14 and E½E½ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico, a standard unit encompassing 320 acres, more or less, dedicated to the Sapphire Fed Com 504H Well.

A hearing has been requested before a Division Examiner on November 4, 2021, and the status of the hearing can be monitored through the Division’s website. Division hearings will commence at 8:15 a.m., traditionally in Porter Hall at the Oil Conservation Division’s Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. However, under the COVID-19 Public Health Emergency, the hearing will be conducted remotely. For information about remote access, you can visit the Division’s website at: <https://www.emnrd.nm.gov/ocd/hearing-info/> or call (505) 476-3441.

You are being notified as an interest owner and are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 19.15.4.13.B NMAC to file a Prehearing Statement at least four business days in advance of a scheduled hearing, but in no


BEATTY & WOZNIAK, P.C.

October 8, 2021
Case No. 22229
Page 2

event later than 5 p.m. mountain time on the Thursday preceding the scheduled hearing date. This statement must be filed at the Division's Santa Fe office at the above specified address and should include: The names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

If you have any questions about this matter, please contact Brett Willis at (720) 943-5248 or at bwillis@legacyreserves.com.

Sincerely,



Jobediah Rittenhouse
Attorney for Legacy Reserves Operating LP

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case No. 22229

McMullen Minerals LLC
PO Box 470857
Ft. Worth, TX 76147

9590 9402 6736 1060 6048 85

2. Article Number (Transfer from service label)
7021 0350 0002 0272 7136

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
X *[Signature]* Agent Addressee

B. Received by (Printed Name)
Elizabeth Leonard

C. Date of Delivery
10/13/21

D. Is delivery address different from item 1? Yes
If YES, enter delivery address below: No

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Signature Confirmation Restricted Delivery
 Insured Mail Registered Mail Restricted Delivery (over \$500)

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OFFICIAL USE

Certified Mail Fee
\$

Extra Services & Fees (check box, add fee as appropriate)
 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage
\$

Total Postage \$

Sent To
McMullen Minerals LLC
PO Box 470857
Ft. Worth, TX 76147

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case No. 22229

Jalapeno Corporation
PO Box 1608
Albuquerque, NM 87103-1608

9590 9402 6736 1060 6049 46

Article Number (Transfer from service label)
7021 0350 0002 0272 7198

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
X *[Signature]* Agent Addressee

B. Received by (Printed Name)
Julie A Pascal

C. Date of Delivery
12 Oct 21

D. Is delivery address different from item 1? Yes
If YES, enter delivery address below: No

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Signature Confirmation Restricted Delivery
 Insured Mail Registered Mail Restricted Delivery (over \$500)

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OFFICIAL USE

Certified Mail Fee
\$

Extra Services & Fees (check box, add fee as appropriate)
 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage
\$

Total Postage \$

Sent To
Jalapeno Corporation
PO Box 1608
Albuquerque, NM 87103-1608

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case No. 22229

Chad Barbe
PO Box 2107
Roswell, NM 88202-2107

9590 9402 6736 1060 6041 75

2. Article Number (Transfer from service label)
7021 0350 0002 0272 7358

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
X *[Signature]* Agent Addressee

B. Received by (Printed Name)
Chad Barbe

C. Date of Delivery
8/27/21

D. Is delivery address different from item 1? Yes
If YES, enter delivery address below: No

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Signature Confirmation Restricted Delivery
 Insured Mail Registered Mail Restricted Delivery (over \$500)

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OFFICIAL USE

Certified Mail Fee
\$

Extra Services & Fees (check box, add fee as appropriate)
 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage
\$

Total Postage \$

Sent To
Chad Barbe
PO Box 2107
Roswell, NM 88202-2107

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

Complete items 1, 2, and 3.
 Print your name and address on the reverse so that we can return the card to you.
 Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:

Case No. 22229

Spiral Inc
 PO Box 1933
 Roswell, NM 88202

9590 9402 6736 1060 6047 62

Article Number (Transfer from service label)
 7021 0350 0002 0272 7013

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
 Agent
 Addressee

B. Received by (Printed Name)
 Anna Carver

C. Date of Delivery
 10/13/21

D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: No

3. Service Type
 Adult Signature
 Adult Signature Restricted Delivery
 Certified Mail®
 Certified Mail Restricted Delivery
 Collect on Delivery
 Collect on Delivery Restricted Delivery
 Insured Mail

Priority Mail Express®
 Registered Mail™
 Registered Mail Restricted Delivery
 Signature Confirmation™
 Signature Confirmation Restricted Delivery

Postmark Here

Case No. 22229

Sent To
 Spiral Inc
 PO Box 1933
 Roswell, NM 88202

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

**U.S. Postal Service™
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OFFICIAL USE

Certified Mail Fee \$

Extra Services & Fees (check box, add fee as appropriate)
 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage \$

Total Postage \$

Postmark Here

Case No. 22229

Sent To
 Spiral Inc
 PO Box 1933
 Roswell, NM 88202

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

Complete items 1, 2, and 3.
 Print your name and address on the reverse so that we can return the card to you.
 Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:

Case No. 22229

Pegasus Resources LLC
 PO Box 470698
 Fort Worth, TX 76147

9590 9402 6736 1060 6048 16

Article Number (Transfer from service label)
 7021 0350 0002 0272 7068

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
 Agent
 Addressee

B. Received by (Printed Name)
 Thomas

C. Date of Delivery
 10/13

D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: No

3. Service Type
 Adult Signature
 Adult Signature Restricted Delivery
 Certified Mail®
 Certified Mail Restricted Delivery
 Collect on Delivery
 Collect on Delivery Restricted Delivery

Priority Mail Express®
 Registered Mail™
 Registered Mail Restricted Delivery
 Signature Confirmation™
 Signature Confirmation Restricted Delivery

Postmark Here

Case No. 22229

Sent To
 Pegasus Resources LLC
 PO Box 470698
 Fort Worth, TX 76147

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

**U.S. Postal Service™
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Certified Mail Fee \$

Extra Services & Fees (check box, add fee as appropriate)
 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage \$

Total Postage \$

Postmark Here

Case No. 22229

Sent To
 Pegasus Resources LLC
 PO Box 470698
 Fort Worth, TX 76147

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

Complete items 1, 2, and 3.
 Print your name and address on the reverse so that we can return the card to you.
 Attach this card to the back of the mailpiece, or on the front if space permits.

Article Addressed to:

Case No. 22229

AmeriPermian Holdings, LLC
 1733 Woodstead Ct. Suite 206
 The Woodlands, TX 77380

9590 9402 6736 1060 6042 05

Article Number (Transfer from service label)
 7021 0350 0002 0272 7389

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
 Agent
 Addressee

B. Received by (Printed Name)
 [Signature]

C. Date of Delivery
 10/13

D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: No

3. Service Type
 Adult Signature
 Adult Signature Restricted Delivery
 Certified Mail®
 Certified Mail Restricted Delivery
 Collect on Delivery
 Collect on Delivery Restricted Delivery

Priority Mail Express®
 Registered Mail™
 Registered Mail Restricted Delivery
 Signature Confirmation™
 Signature Confirmation Restricted Delivery

Postmark Here

Case No. 22229

Sent To
 AmeriPermian Holdings, LLC
 1733 Woodstead Ct, Suite 206
 The Woodlands, TX 77380

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

**U.S. Postal Service™
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OFFICIAL USE

Certified Mail Fee \$

Extra Services & Fees (check box, add fee as appropriate)
 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage \$

Total Postage \$

Postmark Here

Case No. 22229

Sent To
 AmeriPermian Holdings, LLC
 1733 Woodstead Ct, Suite 206
 The Woodlands, TX 77380

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

Oil Conservation Division Hearing - April 21, 2022
 Case Nos. 22226 to 22229
 Legacy Reserves Operating LP - Exhibit E

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case No. 22229

Chisholm Energy
801 Cherry Street, Suite 1206
Fort Worth, TX 76102

2. Article Number (Transfer from service label)
7021 0350 0002 0272 7310

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
X *[Signature]* Agent Addressee

B. Received by (Printed Name)
Luke Shelton

C. Date of Delivery
10/13/21

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Insured Mail

Restricted Delivery

U.S. Postal Service™
CERTIFIED MAIL® RECEIPT
Domestic Mail Only

For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee
\$

Extra Services & Fees (check box, add fee as appropriate)
 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage
\$

Total Postage at
\$

Sent To
Chisholm Energy
801 Cherry Street, Suite 1200
Fort Worth, TX 76102

Postmark Here

Case No. 22229

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case No. 22229

ConocoPhillips Company
600 West Illinois Avenue
Midland, TX 79701

2. Article Number (Transfer from service label)
7021 0350 0002 0272 7297

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
X *[Signature]* Agent Addressee

B. Received by (Printed Name)
Daneve King

C. Date of Delivery
10/13/21

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery

Restricted Delivery

U.S. Postal Service™
CERTIFIED MAIL® RECEIPT
Domestic Mail Only

For delivery information, visit our website at www.usps.com®.

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Certified Mail Fee
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Extra Services & Fees (check box, add fee as appropriate)
 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage
\$

Total Postage at
\$

Sent To
ConocoPhillips Company
600 West Illinois Avenue
Midland, TX 79701

Postmark Here

Case No. 22229

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
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1. Article Addressed to:

Case No. 22229

COG Operating LLC
600 West Illinois Avenue
Midland, TX 79701

2. Article Number (Transfer from service label)
7021 0350 0002 0272 7303

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
X *[Signature]* Agent Addressee

B. Received by (Printed Name)
Daneve King

C. Date of Delivery
10/13/21

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery

Restricted Delivery

U.S. Postal Service™
CERTIFIED MAIL® RECEIPT
Domestic Mail Only

For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee
\$

Extra Services & Fees (check box, add fee as appropriate)
 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage
\$

Total Postage at
\$

Sent To
COG Operating LLC
600 West Illinois Avenue
Midland, TX 79701

Postmark Here

Case No. 22229

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

Complete items 1, 2, and 3.
Print your name and address on the reverse so that we can return the card to you.
Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case No. 22229

Susan Scott Murphy
706 W. Brazos
Roswell, NM 88201

9590 9402 6736 1060 6044 65

2. Article Number (Transfer from service label)
7021 0350 0002 0272 6993

PS Form 3811, July 2020 PSN 7530-02-000-9053 Domestic Return Receipt

COMPLETE THIS SECTION ON DELIVERY

A. Signature
X *[Signature]* Agent Addressee

B. Received by (Printed Name)
C. Date of Delivery
Clyde Mccord 19 10-16-21

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Restricted Delivery

U.S. Postal Service™
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Domestic Mail Only

For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee \$

Extra Services & Fees (check box, add fee as appropriate)

Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage \$

Total Postage \$

Postmark Here

Case No. 22229

Sent To Susan Scott Murphy
Street and Apt. 706 W. Brazos
City, State, ZIP Roswell, NM 88201

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

Complete items 1, 2, and 3.
Print your name and address on the reverse so that we can return the card to you.
Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case No. 22229

Yates Energy Corporation
PO Box 2323
Roswell, NM 88202-2323

9590 9402 6736 1060 6046 32

2. Article Number (Transfer from service label)
7021 0350 0002 0272 6962

PS Form 3811, July 2020 PSN 7530-02-000-9053 Domestic Return Receipt

COMPLETE THIS SECTION ON DELIVERY

A. Signature
X *[Signature]* Agent Addressee

B. Received by (Printed Name)
C. Date of Delivery
Wesley L. Eldridge

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Restricted Delivery

Roswell, NM
OCT 18 2021

U.S. Postal Service™
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For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee \$

Extra Services & Fees (check box, add fee as appropriate)

Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage \$

Total Postage at \$

Postmark Here

Case No. 22229

Sent To Yates Energy Corporation
Street and Apt. PO Box 2323
City, State, ZIP Roswell, NM 88202-2323

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

Complete items 1, 2, and 3.
Print your name and address on the reverse so that we can return the card to you.
Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case No. 22229

Frank & Robin Morgan
135 W Cottonwood Rd
Artesia, NM 88210

9590 9402 6736 1060 6049 84

2. Article Number (Transfer from service label)
7021 0350 0002 0272 7235

PS Form 3811, July 2020 PSN 7530-02-000-9053 Domestic Return Receipt

COMPLETE THIS SECTION ON DELIVERY

A. Signature
X *[Signature]* Agent Addressee

B. Received by (Printed Name)
C. Date of Delivery
Robin Morgan 10-16-21

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Restricted Delivery

U.S. Postal Service™
CERTIFIED MAIL® RECEIPT
Domestic Mail Only

For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee \$

Extra Services & Fees (check box, add fee as appropriate)

Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage \$

Total Postage \$

Postmark Here

Case No. 22229

Sent To Frank & Robin Morgan
Street and Apt. 135 W Cottonwood Rd
City, State, ZIP Artesia, NM 88210

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

Oil Conservation Division Hearing - April 21, 2022
Case Nos. 22226 to 22229
Legacy Reserves Operating LP - Exhibit E

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case No. 22229

Winn Investments
706 W. Brazos
Roswell, NM 88201

9590 9402 6736 1060 6046 49

2. Article Number (Transfer from service label)
7021 0350 0002 0272 6979

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
[Signature] Agent Addressee

B. Received by (Printed Name)
C. Date of Delivery

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Signature Confirmation Restricted Delivery (over \$500)

Domestic Return Receipt

U.S. Postal Service™
CERTIFIED MAIL® RECEIPT
Domestic Mail Only

For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee
\$

Extra Services & Fees (check box, add fee as appropriate)
 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage
\$

Total Postage
\$

Sent To
Winn Investments
706 W. Brazos
Roswell, NM 88201

City, State, ZIP+4®

Case No. 22229

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case No. 22229

Sealy H. Cavin, Jr. and Synda Cavin,
Trustees of the Cavin Trust
PO Box 1216
Albuquerque, NM 87103

9590 9402 6736 1060 6047 79

2. Article Number (Transfer from service label)
7021 0350 0002 0272 7020

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
[Signature] Agent Addressee

B. Received by (Printed Name)
C. Date of Delivery

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Signature Confirmation Restricted Delivery (over \$500)

Domestic Return Receipt

U.S. Postal Service™
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For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee
\$

Extra Services & Fees (check box, add fee as appropriate)
 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage
\$

Total Postage
\$

Sent To
Sealy H. Cavin, Jr. and Synda Cavin,
Trustees of the Cavin Trust
PO Box 1216
Albuquerque, NM 87103

City, State, ZIP+4®

Case No. 22229

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case No. 22229

MRC Spiral Resources LLC
5400 LBJ Freeway, Suite 1500
Dallas, TX 75240

9590 9402 6736 1060 6048 54

2. Article Number (Transfer from service label)
7021 0350 0002 0272 7105

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
[Signature] Agent Addressee

B. Received by (Printed Name)
C. Date of Delivery

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Signature Confirmation Restricted Delivery (over \$500)

Restricted Delivery (over \$500)

Domestic Return Receipt

U.S. Postal Service™
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OFFICIAL USE

Certified Mail Fee
\$

Extra Services & Fees (check box, add fee as appropriate)
 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage
\$

Total Postage
\$

Sent To
MRC Spiral Resources LLC
5400 LBJ Freeway, Suite 1500
Dallas, TX 75240

City, State, ZIP+4®

Case No. 22229

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

Oil Conservation Division Hearing - April 21, 2022
Case Nos. 22226 to 22229
Legacy Reserves Operating LP - Exhibit E

SENDER: COMPLETE THIS SECTION

Complete items 1, 2, and 3.
 Print your name and address on the reverse so that we can return the card to you.
 Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case No. 22229

MRC Explorers Resources LLC
 5400 LBJ Freeway, Suite 1500
 Dallas, TX 75240

9590 9402 6736 1060 6048 61

2. Article Number (Transfer from service label)
 7021 0350 0002 0272 7112

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
 X TW5406 Agent Addressee

B. Received by (Printed Name)
C-19

C. Date of Delivery
10-11-21

D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: No

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Signature Confirmation Restricted Delivery

Mail Restricted Delivery (over \$500)

Domestic Return Receipt

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OFFICIAL USE

Certified Mail Fee \$

Extra Services & Fees (check box, add fee as appropriate)
 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage \$

Total Postage \$

Sent To MRC Explorers Resources LLC
 5400 LBJ Freeway, Suite 1500
 Dallas, TX 75240

City, State, ZIP

Case No. 22229

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

Complete items 1, 2, and 3.
 Print your name and address on the reverse so that we can return the card to you.
 Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case No. 22229

MRC Delaware Resources LLC
 5400 LBJ Freeway, Suite 1500
 Dallas, TX 75240

9590 9402 6736 1060 6048 78

2. Article Number (Transfer from service label)
 7021 0350 0002 0272 7129

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
 X TW5406 Agent Addressee

B. Received by (Printed Name)
C-19

C. Date of Delivery
10-11-21

D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: No

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Signature Confirmation Restricted Delivery

Restricted Delivery

Domestic Return Receipt

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OFFICIAL USE

Certified Mail Fee \$

Extra Services & Fees (check box, add fee as appropriate)
 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage \$

Total Postage \$

Sent To MRC Delaware Resources LLC
 5400 LBJ Freeway, Suite 1500
 Dallas, TX 75240

City, State, ZIP

Case No. 22229

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

Complete items 1, 2, and 3.
 Print your name and address on the reverse so that we can return the card to you.
 Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case No. 22229

Daniel W. Varel
 6935 Forest Glade Cir
 Dallas, TX 75230

9590 9402 6736 1060 6041 06

2. Article Number (Transfer from service label)
 7021 0350 0002 0272 7280

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
 X [Signature] Agent Addressee

B. Received by (Printed Name)

C. Date of Delivery
10-12-21

D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: No

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Signature Confirmation Restricted Delivery

Restricted Delivery

Domestic Return Receipt

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Certified Mail Fee \$

Extra Services & Fees (check box, add fee as appropriate)
 Return Receipt (hardcopy) \$
 Return Receipt (electronic) \$
 Certified Mail Restricted Delivery \$
 Adult Signature Required \$
 Adult Signature Restricted Delivery \$

Postage \$

Total Postage \$

Sent To Daniel W. Varel
 6935 Forest Glade Cir
 Dallas, TX 75230

City, State, ZIP

Case No. 22229

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

Oil Conservation Division Hearing - April 21, 2022
 Case Nos. 22226 to 22229
 Legacy Reserves Operating LP - Exhibit E


SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case No. 22229

Nadel & Gussman Capitan LLC
15 East 5th Street, Suite 3200
Tulsa, OK 74103



9590 9402 6736 1060 6048 47

7021 0350 0002 0272 7099

COMPLETE THIS SECTION ON DELIVERY

A. Signature
X Agent Addressee

B. Received by (Printed Name) _____ C. Date of Delivery _____

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

0911 12 2021
15 E 5TH ST 3200

3. Service Type Priority Mail Express® Registered Mail™
 Adult Signature Registered Mail™
 Adult Signature Restricted Delivery Registered Mail Restricted Delivery
 Certified Mail® Signature Confirmation™
 Certified Mail Restricted Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Restricted Delivery

U.S. Postal Service™
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Domestic Mail Only

For delivery information, visit our website at www.usps.com.

OFFICIAL USE

Certified Mail Fee \$ _____

Extra Services & Fees (check box, add fee as appropriate)

<input type="checkbox"/> Return Receipt (hardcopy)	\$ _____
<input type="checkbox"/> Return Receipt (electronic)	\$ _____
<input type="checkbox"/> Certified Mail Restricted Delivery	\$ _____
<input type="checkbox"/> Adult Signature Required	\$ _____
<input type="checkbox"/> Adult Signature Restricted Delivery	\$ _____

Postage \$ _____

Total Postage \$ _____

Postmark Here

Case No. 22229

Sent To Nadel & Gussman Capitan LLC
Street and Apt. 15 East 5th Street, Suite 3200
City, State, ZIP Tulsa, OK 74103

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

PS Form 3811, July 2020 PSN 7530-02-000-9053

Domestic Return Receipt

BEATTY & WOZNIAK, P.C.

ATTORNEYS AT LAW
1675 BROADWAY, SUITE 600
DENVER, CO 80202
TELEPHONE 303-407-4499
FAX 1-800-886-6566
www.bwenergylaw.com

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UTAH
WYOMING

JOBY RITTENHOUSE
JAMES PARROT

(303) 407-4457
JRITTENHOUSE@BWENERGYLAW.COM
JPARROT@BWENERGYLAW.COM

March 4, 2022

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO SPACING AND POOLING PROCEEDINGS

Re: Applications of Legacy Reserves Operating LP for horizontal spacing and compulsory pooling, Lea County, New Mexico
Sapphire Fed Com 501H, 502H, and 503H Wells (Case Nos. 22226 – 22228)

Dear Interest Owners:

This letter is to advise you that Legacy Reserves Operating LP (“Legacy”) has filed the enclosed applications, Case Nos. 22226 – 22228, with the New Mexico Oil Conservation Division for creating standard horizontal spacing units and the compulsory pooling of the Bone Spring Formation involving the Sapphire Fed Com 501H, 502H, and 503H Wells.

In Case No. 22226, Legacy plans to space and pool the W½W½ of Section 14 and W½W½ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico, a standard unit encompassing 320 acres, more or less, dedicated to the Sapphire Fed Com 501H Well.

In Case No. 22227, Legacy plans to space and pool the E½W½ of Section 14 and E½W½ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico, a standard unit encompassing 320 acres, more or less, dedicated to the Sapphire Fed Com 502H Well.

In Case No. 22228, Legacy plans to space and pool the W½E½ of Section 14 and W½E½ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico o, a standard unit encompassing 320 acres, more or less, dedicated to the Sapphire Fed Com 503H Well.

A hearing has been requested before a Division Examiner on April 21, 2022, and the status of the hearing can be monitored through the Division’s website. Division hearings will commence at 8:15 a.m., traditionally in Porter Hall at the Oil Conservation Division’s Santa Fe

BEATTY & WOZNIAK, P.C.

March 4, 2022
Case Nos. 22226 – 22228
Page 2

Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. However, under the COVID-19 Public Health Emergency, the hearing will be conducted remotely. For information about remote access, you can visit the Division's website at: <https://www.emnrd.nm.gov/ocd/hearing-info/> or call (505) 476-3441.

You are being notified as an interest owner and are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 19.15.4.13.B NMAC to file a Prehearing Statement at least four business days in advance of a scheduled hearing, but in no event later than 5 p.m. mountain time on the Thursday preceding the scheduled hearing date. This statement must be filed at the Division's Santa Fe office at the above specified address and should include: The names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

If you have any questions about this matter, please contact Brett Willis at (720) 943-5248 or at bwillis@legacyreserves.com.

Sincerely,


Jobediah Rittenhouse

Attorney for Legacy Reserves Operating LP

7021 0350 0002 0272 6832

**U.S. Postal Service™
CERTIFIED MAIL® RECEIPT**
Domestic Mail Only

For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee \$ _____

Extra Services & Fees (check box, add fee as appropriate)

Return Receipt (hardcopy) \$ _____

Return Receipt (electronic) \$ _____

Certified Mail Restricted Delivery \$ _____

Adult Signature Required \$ _____

Adult Signature Restricted Delivery \$ _____

Postage \$ _____

Case Nos. 22226, 22227 & 22228 (add'l)

Total Postage \$ _____

Sent To **Ball Oil & Gas LLC**
PO Box 1401
Roswell, NM 88202

City, State _____

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:
Case Nos. 22226, 22227 & 22228 (add'l)

Ball Oil & Gas LLC
PO Box 1401
Roswell, NM 88202

9590 9402 6736 1060 6045 02

2. Article Number (Transfer from service label)
7021 0350 0002 0272 6832

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
X *[Signature]* Agent Addressee

B. Received by (Printed Name)
JIM BALL

C. Date of Delivery
APR 14 2022

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Restricted Delivery
 Insured Mail Mail Restricted Delivery

Domestic Return Receipt

7021 0350 0002 0272 6863

**U.S. Postal Service™
CERTIFIED MAIL® RECEIPT**
Domestic Mail Only

For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee \$ _____

Extra Services & Fees (check box, add fee as appropriate)

Return Receipt (hardcopy) \$ _____

Return Receipt (electronic) \$ _____

Certified Mail Restricted Delivery \$ _____

Adult Signature Required \$ _____

Adult Signature Restricted Delivery \$ _____

Postage \$ _____

Case Nos. 22226, 22227 & 22228 (add'l)

Total Postage \$ _____

Sent To **Louis L. Borick**
c/o Louis L. Borick Foundation
2707 Kipling Street
Houston, TX 77098

City, State _____

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:
Case Nos. 22226, 22227 & 22228 (add'l)

Louis L. Borick
c/o Louis L. Borick Foundation
2707 Kipling Street
Houston, TX 77098

9590 9402 6736 1060 6045 33

2. Article Number (Transfer from service label)
7021 0350 0002 0272 6863

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
X *L. Borick* Agent Addressee

B. Received by (Printed Name)
COVID 19 981308

C. Date of Delivery
3/11/22

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Restricted Delivery
 Insured Mail Mail Restricted Delivery

Domestic Return Receipt

7021 0350 0002 0272 6870

**U.S. Postal Service™
CERTIFIED MAIL® RECEIPT**
Domestic Mail Only

For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee \$ _____

Extra Services & Fees (check box, add fee as appropriate)

Return Receipt (hardcopy) \$ _____

Return Receipt (electronic) \$ _____

Certified Mail Restricted Delivery \$ _____

Adult Signature Required \$ _____

Adult Signature Restricted Delivery \$ _____

Postage \$ _____

Case Nos. 22226, 22227 & 22228 (add'l)

Total Postage \$ _____

Sent To **Gross Family LP**
PO Box 358
Roswell, NM 88202

City, State _____

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:
Case Nos. 22226, 22227 & 22228 (add'l)

Gross Family LP
PO Box 358
Roswell, NM 88202

9590 9402 6736 1060 6045 40

2. Article Number (Transfer from service label)
7021 0350 0002 0272 6870

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
X *D. Costello* Agent Addressee

B. Received by (Printed Name)
D. COSTELLO

C. Date of Delivery
APR 14 2022

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Restricted Delivery
 Insured Mail Mail Restricted Delivery

Domestic Return Receipt

PS Form 3811, July 2020 PSN 7530-02-000-9053 Conservation Division Hearing - April 21, 2022 Domestic Return Receipt
Case Nos. 22226 to 22229
Legacy Reserves Operating LP - Exhibit E

7021 0350 0002 0272 6856

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Certified Mail Fee \$ _____

Extra Services & Fees (check box, add fee as appropriate)

Return Receipt (hardcopy) \$ _____

Return Receipt (electronic) \$ _____

Certified Mail Restricted Delivery \$ _____

Adult Signature Required \$ _____

Adult Signature Restricted Delivery \$ _____

Postage \$ _____ Case Nos. 22226, 22227 & 22228 (add'l)

Total \$ _____

Sent **Texakota Oil Company**

2707 Kipling Street

Street **Houston, TX 77098**

City, St.

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Address Case Nos. 22226, 22227 & 22228 (add'l)

Texakota Oil Company
2707 Kipling Street
Houston, TX 77098

9590 9402 6736 1060 6045 26

2. Article Number (Transfer from service label)

7021 0350 0002 0272 6856

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature Agent Addressee
 X **Texakota Oil**

B. Received by (Printed Name) **COVID 19 9813 CS** C. Date of Delivery **3/11/22**

D. Is delivery address different from item 1? Yes No
 If YES, enter delivery address below:

3. Service Type Priority Mail Express® Registered Mail™
 Adult Signature Restricted Delivery Registered Mail Restricted Delivery
 Certified Mail® Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Signature Confirmation Restricted Delivery

PS Form 3811, July 2020 PSN 7530-02-000-9053 Domestic Return Receipt

7021 0350 0002 0272 6867

**U.S. Postal Service™
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Domestic Mail Only

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OFFICIAL USE

Certified Mail Fee \$ _____

Extra Services & Fees (check box, add fee as appropriate)

Return Receipt (hardcopy) \$ _____

Return Receipt (electronic) \$ _____

Certified Mail Restricted Delivery \$ _____

Adult Signature Required \$ _____

Adult Signature Restricted Delivery \$ _____

Postage \$ _____ Case Nos. 22226, 22227 & 22228 (add'l)

Total \$ _____

Sent **Francis T. Nash**

2075 Vista Drive

Street **N. Palm Beach, FL 33408**

City, St.

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

- Certified card never returned to BW

U.S. Postal Service
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For delivery information, visit our website at www.usps.com®

OFFICIAL USE

Certified Mail Fee \$ _____

Extra Services & Fees (check box, add fee as appropriate)

Return Receipt (hardcopy) \$ _____

Return Receipt (electronic) \$ _____

Certified Mail Restricted Delivery \$ _____

Adult Signature Required \$ _____

Adult Signature Restricted Delivery \$ _____

Postage \$ _____

Total Pk \$ _____

Sent To \$ _____

Street \$ _____

City, State, ZIP+4 \$ _____

Case Nos. 22226, 22227 & 22228 (add'l)

James K. & Martha L. Lusk Trust
 2020 Osceola
 Denver, CO 80212

See Reverse for Instructions

7021 0350 0002 0272 6849

7021 0350

BEATTY & WOZNYAK, P.G.
 ENERGY IN THE LAW

16 Broadway, Suite 600
 Denver, CO 80202-4692

Case Nos. 22226, 22227 & 22228 (add'l)

James K. & Martha L. Lusk Trust
 2020 Osceola
 Denver, CO 80212

FP US POSTAGE
 \$008.36⁰⁰
 First-Class Mail
 ZIP 80202

03/04/2022
 034A 0081801095

Return to Sender - not to be delivered

SENDER: COMPLETE THIS SECTION

1. Article Addressed to:
 Case Nos. 22226, 22227 & 22228 (add'l)
 James K. & Martha L. Lusk Trust
 2020 Osceola
 Denver, CO 80212

2. Article Number (from front service label)
 9590 9402 6736 1060 6045 19
 7021 0350 0002 0272 6849

COMPLETE THIS SECTION ON DELIVERY

A. Signature Agent Addressed

B. Received by (Printed Name) C. Date of Delivery

D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: No

3. Service Type

Adult Signature Restricted Delivery

Certified Mail Restricted Delivery

Collect on Delivery Restricted Delivery

Collect on Delivery Restricted Delivery

Priority Mail Express®

Registered Mail™

Registered Mail Restricted Delivery

Signature Confirmation™

Signature Confirmation Restricted Delivery

NIXIE 808 FZ 1 0003/15/22

RETURN TO SENDER
 NOT DELIVERABLE AS ADDRESSED
 UNABLE TO FORWARD

EC: 20202469250 0159075055 - Case Nos. 22226 to 22229
 Denver, CO 80202

BEATTY & WOZNIAK, P.C.

ATTORNEYS AT LAW
1675 BROADWAY, SUITE 600
DENVER, CO 80202
TELEPHONE 303-407-4499
FAX 1-800-886-6566
www.bwenergylaw.com

OFFICE LOCATIONS
COLORADO
NEW MEXICO
TEXAS
UTAH
WYOMING

JOBY RITTENHOUSE
JAMES PARROT

(303) 407-4457
JRITTENHOUSE@BWENERGYLAW.COM
JPARROT@BWENERGYLAW.COM

March 4, 2022

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO SPACING AND POOLING PROCEEDING

Re: Application of Legacy Reserves Operating LP for horizontal spacing and compulsory pooling, Lea County, New Mexico
Sapphire Fed Com 504H Well (Case No. 22229)

Dear Interest Owners:

This letter is to advise you that Legacy Reserves Operating LP (“Legacy”) has filed the enclosed application, Case Nos. 22229, with the New Mexico Oil Conservation Division for creating a standard horizontal spacing unit and the compulsory pooling of the Bone Spring formation involving the Sapphire Fed Com 504H Well.

In Case No. 22229, Legacy plans to space and pool the E½E½ of Section 14 and E½E½ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico, a standard unit encompassing 320 acres, more or less, dedicated to the Sapphire Fed Com 504H Well.

A hearing has been requested before a Division Examiner on April 21, 2022, and the status of the hearing can be monitored through the Division’s website. Division hearings will commence at 8:15 a.m., traditionally in Porter Hall at the Oil Conservation Division’s Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. However, under the COVID-19 Public Health Emergency, the hearing will be conducted remotely. For information about remote access, you can visit the Division’s website at: <https://www.emnrd.nm.gov/ocd/hearing-info/> or call (505) 476-3441.

You are being notified as an interest owner and are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

BEATTY & WOZNIAK, P.C.

March 4, 2022
Case No. 22229
Page 2

Parties appearing in cases are required by Division Rule 19.15.4.13.B NMAC to file a Prehearing Statement at least four business days in advance of a scheduled hearing, but in no event later than 5 p.m. mountain time on the Thursday preceding the scheduled hearing date. This statement must be filed at the Division's Santa Fe office at the above specified address and should include: The names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

If you have any questions about this matter, please contact Brett Willis at (720) 943-5248 or at bwillis@legacyreserves.com.

Sincerely,



Jobediah Rittenhouse

Attorney for Legacy Reserves Operating LP

7021 2720 0001 0197 2726

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OFFICIAL USE

Certified Mail Fee	\$
Extra Services & Fees (check box, add fee as appropriate)	
<input type="checkbox"/> Return Receipt (hardcopy)	\$
<input type="checkbox"/> Return Receipt (electronic)	\$
<input type="checkbox"/> Certified Mail Restricted Delivery	\$
<input type="checkbox"/> Adult Signature Required	\$
<input type="checkbox"/> Adult Signature Restricted Delivery	\$

Postmark
Here

Case Nos. 22229 (addt'l)

Postage \$

Total P: \$

Sent To: Ball Oil & Gas LLC
PO Box 1401
Roswell, NM 88202

Street: Roswell, NM 88202

City, State: Roswell, NM 88202

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:
Case Nos. 22229 (addt'l)

Ball Oil & Gas LLC
PO Box 1401
Roswell, NM 88202



9590 9402 6816 1074 6944 71

2. Article Number (Transfer from service label)

7021 2720 0001 0197 2726

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

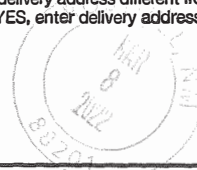
A. Signature: *[Signature]* Agent Addressee

X

B. Received by (Printed Name): JIM BATEL

C. Date of Delivery: 3/11/22

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:



3. Service Type

<input type="checkbox"/> Adult Signature	<input type="checkbox"/> Priority Mail Express®
<input type="checkbox"/> Adult Signature Restricted Delivery	<input type="checkbox"/> Registered Mail™
<input type="checkbox"/> Certified Mail®	<input type="checkbox"/> Registered Mail Restricted Delivery
<input type="checkbox"/> Certified Mail Restricted Delivery	<input type="checkbox"/> Signature Confirmation™
<input type="checkbox"/> Collect on Delivery	<input type="checkbox"/> Signature Confirmation Restricted Delivery
<input type="checkbox"/> Collect on Delivery Restricted Delivery	

7021 2720 0001 0197 2759

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Certified Mail Fee	\$
Extra Services & Fees (check box, add fee as appropriate)	
<input type="checkbox"/> Return Receipt (hardcopy)	\$
<input type="checkbox"/> Return Receipt (electronic)	\$
<input type="checkbox"/> Certified Mail Restricted Delivery	\$
<input type="checkbox"/> Adult Signature Required	\$
<input type="checkbox"/> Adult Signature Restricted Delivery	\$

Postmark
Here

Case Nos. 22229 (addt'l)

Postage \$

Total P: \$

Sent To: Louis L. Borick
c/o Louis L. Borick Foundation
2707 Kipling Street
Houston, TX 77098

Street: Houston, TX 77098

City, State: Houston, TX 77098

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:
Case Nos. 22229 (addt'l)

Louis L. Borick
c/o Louis L. Borick Foundation
2707 Kipling Street
Houston, TX 77098



9590 9402 6816 1074 6944 33

2. Article Number (Transfer from service label)

7021 2720 0001 0197 2759

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature: *L. Borick* Agent Addressee

X

B. Received by (Printed Name): LOUIS L BORICK CS

C. Date of Delivery: 3/11/22

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type

<input type="checkbox"/> Adult Signature	<input type="checkbox"/> Priority Mail Express®
<input type="checkbox"/> Adult Signature Restricted Delivery	<input type="checkbox"/> Registered Mail™
<input type="checkbox"/> Certified Mail®	<input type="checkbox"/> Registered Mail Restricted Delivery
<input type="checkbox"/> Certified Mail Restricted Delivery	<input type="checkbox"/> Signature Confirmation™
<input type="checkbox"/> Collect on Delivery	<input type="checkbox"/> Signature Confirmation Restricted Delivery
<input type="checkbox"/> Collect on Delivery Restricted Delivery	

7021 2720 0001 0197 2742

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OFFICIAL USE

Certified Mail Fee	\$
Extra Services & Fees (check box, add fee as appropriate)	
<input type="checkbox"/> Return Receipt (hardcopy)	\$
<input type="checkbox"/> Return Receipt (electronic)	\$
<input type="checkbox"/> Certified Mail Restricted Delivery	\$
<input type="checkbox"/> Adult Signature Required	\$
<input type="checkbox"/> Adult Signature Restricted Delivery	\$

Postmark
Here

Case Nos. 22229 (addt'l)

Postage \$

Total \$

Sent To: Texakota Oil Company
2707 Kipling Street
Houston, TX 77098

Street: Houston, TX 77098

City, State: Houston, TX 77098

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:
Case Nos. 22229 (addt'l)

Texakota Oil Company
2707 Kipling Street
Houston, TX 77098



9590 9402 6816 1074 6944 57

2. Article Number (Transfer from service label)

7021 2720 0001 0197 2742

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature: *K. Borick* Agent Addressee

X

B. Received by (Printed Name): K-19

C. Date of Delivery: 3-21-22

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

mailbox

3. Service Type

<input type="checkbox"/> Adult Signature	<input type="checkbox"/> Priority Mail Express®
<input type="checkbox"/> Adult Signature Restricted Delivery	<input type="checkbox"/> Registered Mail™
<input type="checkbox"/> Certified Mail®	<input type="checkbox"/> Registered Mail Restricted Delivery
<input type="checkbox"/> Certified Mail Restricted Delivery	<input type="checkbox"/> Signature Confirmation™
<input type="checkbox"/> Collect on Delivery	<input type="checkbox"/> Signature Confirmation Restricted Delivery
<input type="checkbox"/> Collect on Delivery Restricted Delivery	

Service Division Hearing - April 21, 2022
Case Nos. 22226 to 22229
Legacy Reserves Operating LP - Exhibit E

7021 2720 0001 0197 2766

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Certified Mail Fee \$ _____

Extra Services & Fees (check box, add fee as appropriate)

Return Receipt (hardcopy) \$ _____

Return Receipt (electronic) \$ _____

Certified Mail Restricted Delivery \$ _____

Adult Signature Required \$ _____

Adult Signature Restricted Delivery \$ _____

Postmark Here

Postage \$ _____

Case Nos. 22229 (add'l)

Total \$ _____

Sent To Gross Family LP
PO Box 358
Roswell, NM 88202

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3:
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:
Case Nos. 22229 (add'l)

Gross Family LP
PO Box 358
Roswell, NM 88202

9590 9402 6816 1074 6944 26

2. Article Number (Transfer from service label)
7021 2720 0001 0197 2766

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
X *D. Coston* Agent Addressee

B. Received by (Printed Name)
D. COSTON

C. Date of Delivery
3-8-22

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Restricted Delivery

Restricted Delivery

7021 2720 0001 0197 2704

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Certified Mail Fee \$ _____

Extra Services & Fees (check box, add fee as appropriate)

Return Receipt (hardcopy) \$ _____

Return Receipt (electronic) \$ _____

Certified Mail Restricted Delivery \$ _____

Adult Signature Required \$ _____

Adult Signature Restricted Delivery \$ _____

Postmark Here

Postage \$ _____

Case Nos. 22229 (add'l)

Total \$ _____

Sent To Nuevo Seis, LP
PO Box 2588
Roswell, NM 88202

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:
Case Nos. 22229 (add'l)

Nuevo Seis, LP
PO Box 2588
Roswell, NM 88202

9590 9402 6816 1074 6944 95

2. Article Number (Transfer from service label)
7021 2720 0001 0197 2704

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
X *Ruth Stacy* Agent Addressee

B. Received by (Printed Name)
Ruth Stacy

C. Date of Delivery
3-8-22

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Restricted Delivery

Restricted Delivery

7021 2720 0001 0197 2711

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Certified Mail Fee \$ _____

Extra Services & Fees (check box, add fee as appropriate)

Return Receipt (hardcopy) \$ _____

Return Receipt (electronic) \$ _____

Certified Mail Restricted Delivery \$ _____

Adult Signature Required \$ _____

Adult Signature Restricted Delivery \$ _____

Postmark Here

Postage \$ _____

Case Nos. 22229 (add'l)

Total \$ _____

Sent To Nuevo Seis, LP
111 E 5TH Street
Roswell, NM 88201-6205

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:
Case Nos. 22229 (add'l)

Nuevo Seis, LP
111 E 5TH Street
Roswell, NM 88201-6205

9590 9402 6816 1074 6944 88

2. Article Number (Transfer from service label)
7021 2720 0001 0197 2711

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature
X *G. Delgado* Agent Addressee

B. Received by (Printed Name)
G. Delgado

C. Date of Delivery
3-8-22

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Restricted Delivery
 Insured Mail

Restricted Delivery


Conservation Division Hearing - April 21, 2022
Case Nos. 22226 to 22229
Legacy Reserves Operating LP - Exhibit E

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:
Case Nos. 22229 (add'l)

Devon Energy Production Co., LP
333 West Sheridan Ave.
Oklahoma City, OK 73102



9590 9402 6816 1074 6944 19

7021 2720 0001 0197 2698

COMPLETE THIS SECTION ON DELIVERY

A. Signature
 S. Alford Agent
 Addressee

B. Received by (Printed Name)
S. Alford

C. Date of Delivery
3-19

D. Is delivery address different from item 1? Yes
If YES, enter delivery address below: No



3. Service Type
 Adult Signature Priority Mail Express®
 Adult Signature Restricted Delivery Registered Mail™
 Certified Mail® Registered Mail Restricted Delivery
 Certified Mail Restricted Delivery Signature Confirmation™
 Collect on Delivery Signature Confirmation Restricted Delivery
 Collect on Delivery Restricted Delivery Signature Confirmation Restricted Delivery

PS Form 3811, July 2020 PSN 7530-02-000-9053

Domestic Return Receipt

U.S. Postal Service™
CERTIFIED MAIL® RECEIPT
Domestic Mail Only

For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee \$ _____

Extra Services & Fees (check box, add fee as appropriate)

Return Receipt (hardcopy) \$ _____

Return Receipt (electronic) \$ _____

Certified Mail Restricted Delivery \$ _____

Adult Signature Required \$ _____

Adult Signature Restricted Delivery \$ _____

Postage \$ _____

Case Nos. 22229 (add'l)

Total \$ _____

Devon Energy Production Co., LP
333 West Sheridan Ave.
Oklahoma City, OK 73102

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

U.S. Postal Service™
CERTIFIED MAIL® RECEIPT
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For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee \$ _____

Extra Services & Fees (check box, add fee as appropriate)

Return Receipt (hardcopy) \$ _____

Return Receipt (electronic) \$ _____

Certified Mail Restricted Delivery \$ _____

Adult Signature Required \$ _____

Adult Signature Restricted Delivery \$ _____

Postage \$ _____

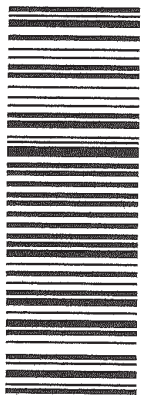
Case Nos. 22229 (add'l)

Francis T. Nash
2075 Vista Drive
N. Palm Beach, FL 33408

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

-Certified card never returned to BW

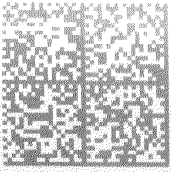
CERTIFIED MAIL



7021 2720 0001 0197 2735

BEATTY & WOZNIAK, P.C.
1675 Broadway, Suite 600
Denver, CO 80202-4692

FP US POSTAGE
\$008.16
First-Class Mail
ZIP 80202
03/04/2022
034A 0081801095



Case Nos. 22229 (addt'l)

James K. & Martha L. Lusk Trust
2020 Osceola
Denver, CO 80212

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Case Nos. 22229 (addt'l)

James K. & Martha L. Lusk Trust
2020 Osceola
Denver, CO 80212



9590 9402 6816 1074 6944 64

2. Article Number (Transfer from service label)

7021 2720 0001 0197 2735

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature

Agent

Addressee

B. Received by (Printed Name)

C. Date of Delivery

D. Is delivery address different from item 1? Yes

If YES, enter delivery address below: No

3. Service Type

- Adult Signature
- Registered Mail
- Certified Mail®
- Collect on Delivery
- Registered Mail Restricted Delivery
- Signature Confirmation
- Signature Confirmation Restricted Delivery
- Insured Mail
- all Restricted Delivery

Priority Mail Express

Registered Mail™

Registered Mail Restricted Delivery

Certified Mail®

Certified Mail Restricted Delivery

Signature Confirmation

Signature Confirmation Restricted Delivery

Insured Mail

all Restricted Delivery

Domestic Return to

Return to sender - no return address

NIXIE 808 FE 1 0003/15/22

RETURN TO SENDER
NOT DELIVERABLE AS ADDRESSED
UNABLE TO FORWARD

Division Hearing - April 21, 2022
Case Nos. 22226 to 22229
Legacy Reserves Operating LP - Exhibit E

LEGAL NOTICE
October 11, 2021

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

DAVIT OF PUBLICATION OF NEW MEXICO

Bernalillo SS

The State of New Mexico, Energy Minerals and Natural Resources Department, Oil Conservation Division ("Division") hereby gives notice that the Division will hold public hearings before a hearing examiner on the following cases. During the COVID-19 Public Health Emergency, state buildings are closed to the public and hearings will be conducted remotely. The hearing will be conducted on **Thursday, November 4, 2021, beginning at 8:15 A.M.** To participate in the electronic hearing, see the instructions posted below. The docket may be viewed at <http://www.emnrd.state.nm.us/OCD/hearings-info/> or obtained from Marlene Salvidrez at Marlene.Salvidrez@state.nm.us. Documents filed in the case may be viewed at <https://ocdimage.emnrd.state.nm.us/Imaging/CaseFileCriteria.aspx>. If you are an individual with a disability who needs a reader, amplifier, qualified sign language interpreter, or other form of auxiliary aid or service to attend or participate in the hearing, contact Marlene Salvidrez at Marlene.Salvidrez@state.nm.us, or the New Mexico Relay Network at 1-800-659-1779, no later than **October 24, 2021**.

STATE OF NEW MEXICO TO:
All named parties and persons
having any right, title, interest
or claim in the following case
and notice to the public.

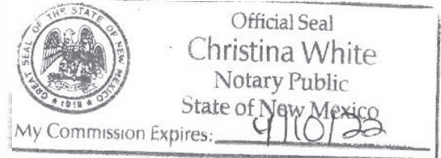
(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

TO: All overriding royalty interest owners and pooled parties, including Legacy Reserves Operating LP, AmeriPermian Holdings, LLC, Chad Barbe, Chevron USA Inc., COG Operating LLC, ConocoPhillips Company, Explorers Petro Corp, Grewal Royalty LLC, Jalapeno Corporation, John E. Sherry and wife, Dena, Laureline Corp, MCM Permian LLC, McMullen Minerals LLC, MRC Delaware Resources LLC, MRC Explorers Resources LLC, MRC Spiral Resources LLC, Nadel & Gussman Capitan LLC, Olin E. Groves, Pegasus Resources LLC, Saba Energy of Texas Inc, Sally Meader-Roberts, Spiral Inc, Yates Energy Corporation

CASE NO. 22226: Application of Legacy Reserves Operating LP for a Horizontal Spacing Unit and Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order from the Division: (1) creating a standard 320-acre, more or less, spacing and proration unit comprised of the W $\frac{1}{2}$ W $\frac{1}{2}$ of Section 14 and W $\frac{1}{2}$ W $\frac{1}{2}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation, designated as an oil pool, underlying said unit. The proposed well to be dedicated to the horizontal spacing unit is the **Sapphire Fed Com 501H Well**, an oil well, to be horizontally drilled from a surface location in the NW $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 14, Township 19 South, Range 33 East, N.M.P.M., to a bottom hole location in the SW $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M. The well is orthodox in location and the take points and lateral comply with Statewide Rules for setbacks; also to be considered will be the cost of drilling and completing the well and the allocation of the costs thereof; actual operating costs and charges for supervision; the designation of the Applicant as Operator of the well and unit; and a 200% charge for the risk involved in drilling and completing the well. The well and lands are located approximately 3 miles southwest of Lovington, New Mexico.

CASE NO. 22227: Application of Legacy Reserves Operating LP for a Horizontal Spacing Unit and Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order from the Division: (1) creating a standard 320-acre, more or less, spacing and proration unit comprised of the E $\frac{1}{2}$ W $\frac{1}{2}$ of Section 14 and E $\frac{1}{2}$ W $\frac{1}{2}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation, designated as an oil pool, underlying said unit. The proposed well to be dedicated to the horizontal spacing unit is the **Sapphire Fed Com 502H Well**, an oil well, to be horizontally drilled from a surface location in the NW $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 14, Township 19 South, Range 33 East, N.M.P.M., to a bottom hole location in the SE $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M. The well is orthodox in location and the take points and lateral comply with Statewide Rules for setbacks; also to be considered will be the cost of drilling and completing the well and the allocation of the costs thereof; actual operating costs and charges for supervision; the designation of the Applicant as Operator of the well and unit; and a 200% charge for the risk involved in drilling and completing the well. The well and lands are located approximately 3 miles southwest of Lovington, New Mexico.

I, the undersigned, authorized Representative of the Albuquerque Journal, on oath as newspaper is duly qualified to publish legal notices or advertisements within the Section 3, Chapter 167, Session Laws of 1937, that payment therefore has been made as court cost; and that the notice, copy of which is hereto attached, was published in the regular daily edition, for 1 time(s) on the following date(s):



Christina White

Subscribed before me, a Notary Public, in and County of Bernalillo and State of New Mexico this
October _____ of 2021

\$669.39

_____ come at the end of month.

NUMBER 1097734

AFFIDAVIT OF PUBLICATION

STATE OF NEW MEXICO

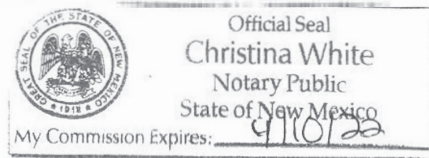
County of Bernalillo SS

CASE NO: 22226
CASE NO. 22227
CASE NO. 22228

Elise Rodriguez, the undersigned, authorized Representative of the Albuquerque Journal, on oath states that this newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Session Laws of 1937, that payment therefore has been made of assessed as court cost; and that the notice, copy of which is hereto attached, was published in said paper in the regular daily edition, for 1 time(s) on the following date(s):

10/11/2021





Christina White

Sworn and subscribed before me, a Notary Public, in and for the County of Bernalillo and State of New Mexico this 11 day of October of 2021

PRICE \$669.39

Statement to come at the end of month.

ACCOUNT NUMBER 1097734

ing LP for a Horizontal Spacing Unit and Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order from the Division: (1) creating a standard 320-acre, more or less, spacing and proration unit comprised of the W $\frac{1}{2}$ W $\frac{1}{2}$ of Section 14 and W $\frac{1}{2}$ W $\frac{1}{2}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation, designated as an oil pool, underlying said unit. The proposed well to be dedicated to the horizontal spacing unit is the **Sapphire Fed Com 501H Well**, an oil well, to be horizontally drilled from a surface location in the NW $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 14, Township 19 South, Range 33 East, N.M.P.M., to a bottom hole location in the SW $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M. The well is orthodox in location and the take points and lateral comply with Statewide Rules for setbacks; also to be considered will be the cost of drilling and completing the well and the allocation of the costs thereof; actual operating costs and charges for supervision; the designation of the Applicant as Operator of the well and unit; and a 200% charge for the risk involved in drilling and completing the well. The well and lands are located approximately 3 miles southwest of Lovington, New Mexico.

CASE NO. 22227: Application of Legacy Reserves Operating LP for a Horizontal Spacing Unit and Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order from the Division: (1) creating a standard 320-acre, more or less, spacing and proration unit comprised of the E $\frac{1}{2}$ W $\frac{1}{2}$ of Section 14 and E $\frac{1}{2}$ W $\frac{1}{2}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation, designated as an oil pool, underlying said unit. The proposed well to be dedicated to the horizontal spacing unit is the **Sapphire Fed Com 502H Well**, an oil well, to be horizontally drilled from a surface location in the NW $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 14, Township 19 South, Range 33 East, N.M.P.M., to a bottom hole location in the SE $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M. The well is orthodox in location and the take points and lateral comply with Statewide Rules for setbacks; also to be considered will be the cost of drilling and completing the well and the allocation of the costs thereof; actual operating costs and charges for supervision; the designation of the Applicant as Operator of the well and unit; and a 200% charge for the risk involved in drilling and completing the well. The well and lands are located approximately 3 miles southwest of Lovington, New Mexico.

... of Legacy Reserves Operat-
Compulsory
Pooling, Lea County, New Mexico. Applicant in the above-
stated cause seeks an order from the Division: (1) creating a
standard 320-acre, more or less, spacing and proration unit
comprised of the W½E½ of Section 14 and W½E½ of Section
23, Township 19 South, Range 33 East, N.M.P.M., Lea County,
New Mexico, and (2) pooling all uncommitted mineral interests
in the Bone Spring formation, designated as an oil pool, under-
lying said unit. The proposed well to be dedicated to the hori-
zontal spacing unit is the **Sapphire Fed Com 503H Well**, an oil
well, to be horizontally drilled from a surface location in the
NW¼NE¼ of Section 14, Township 19 South, Range 33 East,
N.M.P.M., to a bottom hole location in the SW¼SE¼ of Section
23, Township 19 South, Range 33 East, N.M.P.M. The well is
orthodox in location and the take points and lateral comply with
Statewide Rules for setbacks; also to be considered will be the
cost of drilling and completing the well and the allocation of the
costs thereof; actual operating costs and charges for supervi-
sion; the designation of the Applicant as Operator of the well
and unit; and a 200% charge for the risk involved in drilling and
completing the well. The well and lands are located approxi-
mately 3 miles southwest of Lovington, New Mexico.

Journal: October 11, 2021

Carlsbad Current Argus

PART OF THE USA TODAY NETWORK

Affidavit of Publication

Ad # 0005010345

This is not an invoice

BEATTY & WOZNIAK, P. C.
216 SIXTEENTH STREET, SUITE 11

DENVER, CO 80202


I, a legal clerk of the **Carlsbad Current Argus**, a newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the State wherein legal notices and advertisements may be published; that the printed notice attached hereto was published in the regular and entire edition of said newspaper and not in supplement thereof in editions dated as follows:

11/20/2021



Legal Clerk

Subscribed and sworn before me this November 20, 2021:



State of WI, County of Brown
NOTARY PUBLIC
1-7-25

My commission expires

KATHLEEN ALLEN
Notary Public
State of Wisconsin

Ad # 0005010345
PO #: 0005010345
of Affidavits 1

This is not an invoice

**LEGAL NOTICE
November 20, 2021**

**STATE OF NEW MEXICO
ENERGY, MINERALS, AND
NATURAL RESOURCES DE-
PARTMENT
OIL CONSERVATION DIVI-
SION, SANTE FE, NEW
MEXICO**

The State of New Mexico, Energy Minerals and Natural Resources Department, Oil Conservation Division ("Division") hereby gives notice that the Division will hold public hearings before a hearing examiner on the following cases. During the COVID-19 Public Health Emergency, state buildings are closed to the public and hearings will be conducted remotely. The hearing will be conducted on **Thursday, December 2, 2021, beginning at 8:15 A.M.** To participate in the electronic hearing, see the instructions posted below. The docket may be viewed at <http://www.emnrd.state.nm.us/OCD/hearings-info/> or obtained from Marlene Salvidrez at Marlene.Salvidrez@state.nm.us. Documents filed in the case may be viewed at <https://ocdimage.emnrd.state.nm.us/imaging/CaseFileCriteria.aspx>. If you are an individual with a disability who needs a reader, amplifier, qualified sign language interpreter, or other form of auxiliary aid or service to attend or participate in the hearing, contact Marlene Salvidrez at Marlene.Salvidrez@state.nm.us, or the New Mexico Relay Network at 1-800-659-1779, no later than **November 22, 2021**.

STATE OF NEW MEXICO TO:
All named parties and persons having any right, title, interest or claim in the following case and notice to the public.

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)
TO: All overriding royalty interest owners and pooled parties, including Legacy Reserves Operating LP, AmeriPermian Holdings, LLC, Chad Barbe, Chevron USA Inc., COG Operating LLC, ConocoPhillips Compa-

ny, Explorers Petro Corp, Grewal Royalty LLC, Jalapeño Corporation, John E. Sherry and wife, Dena, Laurelind Corp, MCM Permian LLC, McMullen Minerals LLC, MRC Delaware Resources LLC, MRC Explorers Resources LLC, MRC Spiral Resources LLC, Nadel & Gussman Capitan LLC, Olin E. Groves, Pegasus Resources LLC, Saba Energy of Texas Inc, Sally Meader-Roberts, Spiral Inc, Yates Energy Corporation

CASE NO: 22226: Application of Legacy Reserves Operating LP for a Horizontal Spacing Unit and Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order from the Division: (1) creating a standard 320-acre, more or less, spacing and proration unit comprised of the $W\frac{1}{2}W\frac{1}{2}$ of Section 14 and $W\frac{1}{2}W\frac{1}{2}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation, designated as an oil pool, underlying said unit. The proposed well to be dedicated to the horizontal spacing unit is the **Sapphire Fed Com 501H Well**, an oil well, to be horizontally drilled from a surface location in the $NW\frac{1}{4}NW\frac{1}{4}$ of Section 14, Township 19 South, Range 33 East, N.M.P.M., to a bottom hole location in the $SW\frac{1}{4}SW\frac{1}{4}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M. The well is orthodox in location and the take points and lateral comply with Statewide Rules for setbacks; also to be considered will be the cost of drilling and completing the well and the allocation of the costs thereof; actual operating costs and charges for supervision; the designation of the Applicant as Operator of the well and unit; and a 200% charge for the risk involved in drilling and completing the well. The well and lands are located approximately 3 miles southwest of Lovington, New Mexico.

CASE NO. 22227: Application of Legacy Reserves Operating LP for a Horizontal

Spacing Unit and Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order from the Division: (1) creating a standard 320-acre, more or less, spacing and proration unit comprised of the E $\frac{1}{2}$ W $\frac{1}{2}$ of Section 14 and E $\frac{1}{2}$ W $\frac{1}{2}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation, designated as an oil pool, underlying said unit. The proposed well to be dedicated to the horizontal spacing unit is the **Sapphire Fed Com 502H Well**, an oil well, to be horizontally drilled from a surface location in the NW $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 14, Township 19 South, Range 33 East, N.M.P.M., to a bottom hole location in the SE $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M. The well is orthodox in location and the take points and lateral comply with Statewide Rules for setbacks; also to be considered will be the cost of drilling and completing the well and the allocation of the costs thereof; actual operating costs and charges for supervision; the designation of the Applicant as Operator of the well and unit; and a 200% charge for the risk involved in drilling and completing the well. The well and lands are located approximately 3 miles southwest of Lovington, New Mexico.

CASE NO. 22228: Application of Legacy Reserves Operating LP for a Horizontal Spacing Unit and Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order from the Division: (1) creating a standard 320-acre, more or less, spacing and proration unit comprised of the W $\frac{1}{2}$ E $\frac{1}{2}$ of Section 14 and W $\frac{1}{2}$ E $\frac{1}{2}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation, designated as an oil pool, underlying said unit. The proposed well to be dedicat-

ed to the horizontal spacing unit is the Sapphire Fed Com 503H Well, an oil well, to be horizontally drilled from a surface location in the NW¼NE¼ of Section 14, Township 19 South, Range 33 East, N.M.P.M., to a bottom hole location in the SW¼SE¼ of Section 23, Township 19 South, Range 33 East, N.M.P.M. The well is orthodox in location and the take points and lateral comply with Statewide Rules for setbacks; also to be considered will be the cost of drilling and completing the well and the allocation of the costs thereof; actual operating costs and charges for supervision; the designation of the Applicant as Operator of the well and unit; and a 200% charge for the risk involved in drilling and completing the well. The well and lands are located approximately 3 miles southwest of Lovington, New Mexico.
#0005010345, Current Argus, November 20, 2021

NOTICE OF PUBLICATION

NEW MEXICO

LEGAL NOTICE
October 11, 2021

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

The State of New Mexico, Energy Minerals and Natural Resources Department, Oil Conservation Division ("Division") hereby gives notice that the Division will hold public hearings before a hearing examiner on the following case. During the COVID-19 Public Health Emergency, state buildings are closed to the public and hearings will be conducted remotely. The hearing will be conducted on **Thursday, November 4, 2021, beginning at 8:15 A.M.** To participate in the electronic hearing, see the instructions posted below. The docket may be viewed at <http://www.emnrd.state.nm.us/OCD/hearings-info/> or obtained from Marlene Salvidrez at Marlene.Salvidrez@state.nm.us. Documents filed in the case may be viewed at <https://oodimage.emnrd.state.nm.us/imaging/CaseFileCriteria.aspx>. If you are an individual with a disability who needs a reader, amplifier, qualified sign language interpreter, or other form of auxiliary aid or service to attend or participate in the hearing, contact Marlene Salvidrez at Marlene.Salvidrez@state.nm.us, or the New Mexico Relay Network at 1-800) 659-1779, no later than **October 24, 2021**.

STATE OF NEW MEXICO TO:
All named parties and persons
having any right, title, interest
or claim in the following case
and notice to the public.

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

TO: All overriding-royalty interest owners and pooled parties, including AmeriPermian Holdings, LLC, Bob G. Howell, C. Warren Scott, c/o Sealy H. Cavin, Chad Barbe, Charles Warren Scott, Trustee of the Scott Brothers Trust & Charles Warren Scott, Trustee of the Scott Brothers Trust, Cheryl Schellinger, Chevron USA Inc., Chisholm Energy, COG Operating LLC, ConocoPhillips Company, Daniel W. Varel, David J. Sorenson, Duane D. Andersen, Explorers Petro Corp, Fortress Energy Partners II, LP, Frank & Robin Morgan, George L. Scott, III, c/o Sealy H. Cavin, Glen R. Andersen, Grewal Royalty LLC, Jalapeno Corporation, John E. Sherry and wife, Dena, Laurelind Corp, Legacy Reserves Operating LP, Marvin J. Andersen, MCM Permian LLC, McMullen Minerals LLC, MRC Delaware Resources LLC, MRC Explorers Resources LLC, MRC Spiral Resources LLC, Nadel & Gussman Capitan LLC, Nuevo Seis, LP, Olin E. Groves, Pegasus Resources LLC, Platform Energy III, LLC, Saba Energy of Texas Inc, Sally Meader-Roberts, Sealy H. Cavin, Jr. and Synda Cavin, Trustees of the Cavin Trust, Spiral Inc, Stephen T. Mitchell, c/o Sealy H. Cavin, Stephen T. Mitchell c/o Sealy H. Cavin, Susan Scott Murphy, Williamson Enterprises, Winn Investments, Yates Energy Corporation

CASE NO: 22229: Application of Legacy Reserves Operating LP for a Horizontal Spacing Unit and Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order from the Division: (1) creating a standard 320-acre, more or less, spacing and proration unit comprised of the E $\frac{1}{2}$ E $\frac{1}{2}$ of Section 14 and E $\frac{1}{2}$ E $\frac{1}{2}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation, designated as an oil pool, underlying said unit. The proposed well to be dedicated to the horizontal spacing unit is the **Sapphire Fed Com 504H Well**, an oil well, to be horizontally drilled from a surface location in the NW $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 14, Township 19 South, Range 33 East, N.M.P.M., to a bottom hole location in the SE $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M. The well is orthodox in location and the take points and lateral comply with Statewide Rules for setbacks; also to be considered will be the cost of drilling and completing the well and the allocation of the costs thereof; actual operating costs and charges for supervision; the designation of the Applicant as Operator of the well and unit; and a 200% charge for the risk involved in drilling and completing the well. The well and lands are located approximately 3 miles southwest of Lovington, New Mexico.

Journal: October 11, 2021

Albuquerque SS

The undersigned, authorized Representative of the Albuquerque Journal, on oath and before me, a Notary Public, in and for the County of Bernalillo and State of New Mexico this 11th day of October, 2021, at Albuquerque, New Mexico, that the above and foregoing is a true and correct copy of the original as the same appears in the Albuquerque Journal, a newspaper is duly qualified to publish legal notices or advertisements within the State of New Mexico, Chapter 167, Session Laws of 1937, that payment therefore has been made to the undersigned, and that the notice, copy of which is hereto attached, was published in the Albuquerque Journal, a daily edition, for 1 time(s) on the following date(s):



Official Seal
Christina White
Notary Public
State of New Mexico

My Commission Expires: 4/10/22

Subscribed and sworn to before me, a Notary Public, in and for the County of Bernalillo and State of New Mexico this 11th day of October, 2021.

Page 88

at the end of month.

1097734

AFFIDAVIT OF PUBLICATION

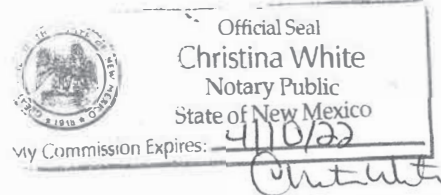
STATE OF NEW MEXICO

County of Bernalillo SS

CASE NO: 22229

Elise Rodriguez, the undersigned, authorized Representative of the Albuquerque Journal, on oath states that this newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Session Laws of 1937, that payment therefore has been made of assessed as court cost; and that the notice, copy of which is hereto attached, was published in said paper in the regular daily edition, for 1 time(s) on the following date(s):

10/11/2021



Sworn and subscribed before me, a Notary Public, in and for the County of Bernalillo and State of New Mexico this

11 day of October of 2021

PRICE \$421.88

Statement to come at the end of month.

ACCOUNT NUMBER 1097734

... Corporation, John E. Sherry and wife, Dena, Laurelind Corp, Legacy Reserves Operating LP, Marvin J. Andersen, MCM Permian LLC, McMullen Minerals LLC, MRC Delaware Resources LLC, MRC Explorers Resources LLC, MRC Spiral Resources LLC, Nadel & Gussman Capitan LLC, Nuevo Seis, LP, Olin E. Groves, Pegasus Resources LLC, Platform Energy III, LLC, Saba Energy of Texas Inc, Sally Meader-Roberts, Sealy H. Cavin, Jr. and Synda Cavin, Trustees of the Cavin Trust, Spiral Inc, Stephen T. Mitchell, c/o Sealy H. Cavin, Stephen T. Mitchell c/o Sealy H. Cavin, Susan Scott Murphy, Williamson Enterprises, Winn Investments, Yates Energy Corporation

CASE NO: 22229: Application of Legacy Reserves Operating LP for a Horizontal Spacing Unit and Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order from the Division: (1) creating a standard 320-acre, more or less, spacing and proration unit comprised of the E½E½ of Section 14 and E½E½ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation, designated as an oil pool, underlying said unit. The proposed well to be dedicated to the horizontal spacing unit is the **Sapphire Fed Com 504H Well**, an oil well, to be horizontally drilled from a surface location in the NW¼NE¼ of Section 14, Township 19 South, Range 33 East, N.M.P.M., to a bottom hole location in the SE¼SE¼ of Section 23, Township 19 South, Range 33 East, N.M.P.M. The well is orthodox in location and the take points and lateral comply with Statewide Rules for setbacks; also to be considered will be the cost of drilling and completing the well and the allocation of the costs thereof; actual operating costs and charges for supervision; the designation of the Applicant as Operator of the well and unit; and a 200% charge for the risk involved in drilling and completing the well. The well and lands are located approximately 3 miles southwest of Lovington, New Mexico.

Journal: October 11, 2021

Carlsbad Current Argus.

PART OF THE USA TODAY NETWORK

Affidavit of Publication

Ad # 0005010367

This is not an invoice

BEATTY & WOZNIAK, P. C.
216 SIXTEENTH STREET, SUITE 11

DENVER, CO 80202

I, a legal clerk of the **Carlsbad Current Argus**, a newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the State wherein legal notices and advertisements may be published; that the printed notice attached hereto was published in the regular and entire edition of said newspaper and not in supplement thereof in editions dated as follows:

11/20/2021

Nison Jacobs
Legal Clerk

Subscribed and sworn before me this November 20, 2021:

Kathleen Allen
State of WI, County of Brown
NOTARY PUBLIC

1-7-25

My commission expires

KATHLEEN ALLEN
Notary Public
State of Wisconsin

Ad # 0005010367
PO #: 0005010367
of Affidavits 1

This is not an invoice

LEGAL NOTICE
November 20, 2021

STATE OF NEW MEXICO
ENERGY, MINERALS, AND
NATURAL RESOURCES DE-
PARTMENT
OIL CONSERVATION DIVI-
SION, SANTE FE, NEW
MEXICO

The State of New Mexico, Energy Minerals and Natural Resources Department, Oil Conservation Division ("Division") hereby gives notice that the Division will hold public hearings before a hearing examiner on the following case. During the COVID-19 Public Health Emergency, state buildings are closed to the public and hearings will be conducted remotely. The hearing will be conducted on Thursday, December 2, 2021, beginning at 8:15 A.M. To participate in the electronic hearing, see the instructions posted below. The docket may be viewed at <http://www.w.emnrd.state.nm.us/OCD/hearings-info/> or obtained from Marlene Salvidrez at Marlene.Salvidrez@state.nm.us. Documents filed in the case may be viewed at <https://ocdimage.emnrd.state.nm.us/imaging/CaseFileCriteria.aspx>. If you are an individual with a disability who needs a reader, amplifier, qualified sign language interpreter, or other form of auxiliary aid or service to attend or participate in the hearing, contact Marlene Salvidrez at Marlene.Salvidrez@state.nm.us, or the New Mexico Relay Network at 1-800-659-1779, no later than November 22, 2021.

STATE OF NEW MEXICO TO:
All named parties and persons having any right, title, interest or claim in the following case and notice to the public.

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

TO: All overriding royalty interest owners and pooled parties, including AmeriPermian Holdings, LLC, Bob G. Howell, C. Warren Scott, c/o Sealy H. Cavin, Chad Barbe, Charles Warren Scott, Trustee of the Scott Brothers Trust & Charles Warren Scott, Trustee of the Scott Brothers Trust, Cheryl Schellinger, Chevron USA Inc., Chisholm Energy, COG Operating LLC, ConocoPhillips Company, Daniel W. Varel, David J. Sorenson, Duane D. Andersen, Explorers Petro Corp, Fortress Energy Partners II, LP, Frank & Robin Morgan, George L. Scott, III, c/o Sealy H. Cavin, Glen R. Andersen, Grewal Royalty LLC, Jalapeno Corporation, John E. Sherry and wife, Dena, Laureline Corp, Legacy Reserves Operating LP, Marvin J. Andersen, MCM Permian LLC, McMullen Minerals LLC, MRC Delaware Resources LLC, MRC Explorers Resour-

ces LLC, MRC Spinal Resources LLC, Nadel & Gussman Capitan LLC, Nuevo Seis, LP, Olin E. Groves, Pegasus Resources LLC, Platform Energy III, LLC, Saba Energy of Texas Inc, Sally Meader-Roberts, Sealy H. Cavin, Jr. and Synda Cavin, Trustees of the Cavin Trust, Spiral Inc, Stephen T. Mitchell,, c/o Sealy H. Cavin, Stephen T. Mitchell c/o Sealy H. Cavin, Susan Scott Murphy, Williamson Enterprises, Winn Investments, Yates Energy Corporation

CASE NO: 22229: Application of Legacy Reserves Operating LP for a Horizontal Spacing Unit and Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order from the Division: (1) creating a standard 320-acre, more or less, spacing and proration unit comprised of the E $\frac{1}{2}$ E $\frac{1}{2}$ of Section 14 and E $\frac{1}{2}$ E $\frac{1}{2}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation, designated as an oil pool, underlying said unit. The proposed well to be dedicated to the horizontal spacing unit is the Sapphire Fed Com 504H Well, an oil well, to be horizontally drilled from a surface location in the NW $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 14, Township 19 South, Range 33 East, N.M.P.M., to a bottom hole location in the SE $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 23, Township 19 South, Range 33 East, N.M.P.M. The well is orthodox in location and the take points and lateral comply with Statewide Rules for setbacks; also to be considered will be the cost of drilling and completing the well and the allocation of the costs thereof; actual operating costs and charges for supervision; the designation of the Applicant as Operator of the well and unit; and a 200% charge for the risk involved in drilling and completing the well. The well and lands are located approximately 3 miles southwest of Lovington, New Mexico.

#0005010367, Current Argus, November 20, 2021