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

APPLICATION OF LEGACY RESERVES OPERATING LP FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NOS. 22226, 22227, 22228, 22229

<u>LEGACY RESERVES OPERATING LP'S CONSOLIDATED PRE-HEARING STATEMENT</u>

Legacy Reserves Operating LP ("Legacy") submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT	ATTORNEY
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APPLICANT'S STATEMENT OF CASE

In Case No. 22226, Legacy applies for an order to create a standard spacing and proration unit and pool all uncommitted mineral interest owners within the Bone Spring Formation (GEM; BONE SPRING, EAST 27230) underlying a standard approximate 320-acre horizontal unit comprised of the W½W½ of Section 14 and the W½W½ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico ("Unit"). The Unit will be dedicated to the Sapphire Fed Com 501H Well (API No. Pending), to be horizontally drilled from a surface location in the NW¼NW¼ (Lot D) of Section 14, to a bottom hole location in the SW¼SW¼ (Lot M) of Section 23. The completed interval of the Well will be orthodox.

In Case No. 22227, Legacy applies for an order to create a standard spacing and proration unit and pool all uncommitted mineral interest owners within the Bone Spring Formation underlying a standard approximate 320-acre horizontal unit comprised of the E½W½ of Section 14 and the E½W½ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico ("Unit"). The Unit will be dedicated to the **Sapphire Fed Com 502H Well** (API No. Pending), to be horizontally drilled from a surface location in the NW¼NW¼ (Lot D) of

Section 14, to a bottom hole location in the SE¼SW¼ (Lot N) of Section 23. The completed interval of the Well will be orthodox.

In Case No. 22228, Legacy applies for an order to create a standard spacing and proration unit and pool all uncommitted mineral interest owners within the Bone Spring Formation underlying a standard approximate 320-acre horizontal unit comprised of the W½E½ of Section 14 and the W½E½ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico ("Unit"). The Unit will be dedicated to the Sapphire Fed Com 503H Well (API No. Pending), to be horizontally drilled from a surface location in the NW¼NE¼ (Lot B) of Section 14, to a bottom hole location in the SW¼SE¼ (Lot O) of Section 23. The completed interval of the Well will be orthodox.

In Case No. 22229, Legacy applies for an order to create a standard spacing and proration unit and pool all uncommitted mineral interest owners within the Bone Spring Formation underlying a standard approximate 320-acre horizontal unit comprised of the E½E½ of Section 14 and the E½E½ of Section 23, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico ("Unit"). The Unit will be dedicated to the Sapphire Fed Com 504H Well (API No. Pending), to be horizontally drilled from a surface location in the NW¼NE¼ (Lot B) of Section 14, to a bottom hole location in the SE¼SW¼ (Lot P) of Section 23. The completed interval of the Well will be orthodox.

APPLICANT'S PROPOSED EVIDENCE

The parties have not agreed on any materials facts that are not in dispute. All of the facts to be presented by Legacy, which are summarized in the checklist and exhibits, should be considered as disputed facts.

The witnesses are as follows:

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS	
Brett Willis, Landman	15 minutes	Approx. 5	
John Stewart, Geologist	15 minutes	Approx. 5	

PROCEDURAL MATTERS

The Division has consolidated for hearings Case Nos. 22226 through 22229.

Dated this 10th day of June, 2022.

Respectfully submitted

BEATTY & WOZNIAK, P.C.

By:

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

QUESTIONS

Action 115890

QUESTIONS

Operator:	OGRID:
LEGACY RESERVES OPERATING, LP	240974
15 Smith Road	Action Number:
Midland, TX 79705	115890
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony		
Please assist us by provide the following information about your testimony.		
Number of witnesses	2	
Testimony time (in minutes)	30	