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

APPLICATION OF RIDGE RUNNER RESOURCES OPERATING, LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

CASE NOS. 21766-21767

RIDGE RUNNER RESOURCES OPERATING, LLC'S CONSOLIDATED PRE-HEARING STATEMENT

Ridge Runner Resources Operating, LLC ("Ridge Runner") submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT ATTORNEYS

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STATEMENT OF THE CASE

In Case No. 21766, Ridge Runner seeks an order pooling all uncommitted mineral interests in the Bone Spring formation in a 240-acre, more or less, standard horizontal spacing unit comprised of the W/2W/2 of Section 36 and the W/2SW/4 of Section 25, Township 20 South, Range 35 East in Lea County, New Mexico. Ridge Runner proposes to dedicate the horizontal spacing unit to the Morpheus 25/36 State Com B #1H well, which will be horizontally drilled from a surface location in Unit L of Section 25 to a bottom hole location in Unit M of Section 36. The completed interval of the well will be orthodox.

In Case No. 21767, Ridge Runner seeks an order pooling all uncommitted mineral interests in the Bone Spring formation in a 240-acre, more or less, standard horizontal spacing unit comprised of the E/2W/2 of Section 36 and the E/2SW/4 of Section 25, Township 20 South, Range 35 East in Lea County, New Mexico. Ridge Runner proposes to dedicate the horizontal spacing unit to the Morpheus 25/36 State Com B #2H well, which will be horizontally drilled from a surface location in Unit L of Section 25 to a bottom hole location in Unit N of Section 36. The completed interval of the well will be orthodox.

Also to be considered will be the costs of drilling and completing the wells and the allocation of the costs, the designation of Ridge Runner Resources Operating, LLC as the operator of the wells, and a 200% charge for the risk involved in drilling and completing the wells. The proposed wells are located approximately 16 miles Southwest of Hobbs, New Mexico.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits	
Robert Shelton	Landman	Affidavit	Approx. 4	
Michael Burke	Geologist	Affidavit	Approx. 4	

PROCEDURAL MATTERS

Ridge Runner Resources Operating, LLC requests case numbers 21766, 21767, and 21768 be consolidated at hearing.

Respectfully submitted,

HINKLE SHANOR, LLP

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Counsel for Ridge Runner Resources Operating, LLC

CERTIFICATE OF SERVICE

I hereby certify that on May 13, 2021, I served a true and correct copy of the foregoing pleading on the following counsel of record by electronic mail:

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