

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

IN THE MATTER OF THE HEARING CALLED  
BY THE OIL CONSERVATION DIVISION FOR  
THE PURPOSE OF CONSIDERING:

APPLICATION OF LEGACY RESERVES  
OPERATING LP FOR APPROVAL OF A SALT  
WATER DISPOSAL WELL, EDDY COUNTY,  
NEW MEXICO

CASE NO. 14808

AFFIDAVIT

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

Adam G. Rankin, 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 was provided under the notice letter and proof of receipt attached hereto.

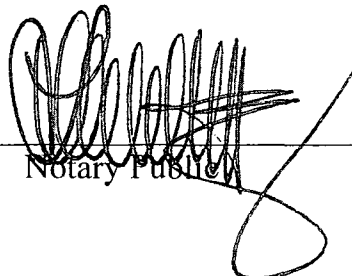


Adam G. Rankin

SUBSCRIBED AND SWORN to before me this 25th day of April 2012 by Adam  
G. Rankin.



OFFICIAL SEAL  
LISAMARIE ORTIZ  
NOTARY PUBLIC-STATE OF NEW MEXICO  
My commission expires 04/14/15



Notary Public

BEFORE THE OIL CONSERVATION DIVISION  
Santa Fe, New Mexico  
Exhibit No. 2  
Submitted by:  
**LEGACY RESERVES OPERATING LP**  
Hearing Date: April 26, 2012



March 26, 2012

**CERTIFIED MAIL**  
**RETURN RECEIPT REQUESTED****TO AFFECTED PARTIES**

**Re: Application of Legacy Reserves Operating LP for approval of a salt water disposal well, Eddy County, New Mexico.**

Ladies and Gentlemen:

This letter is to advise you that Legacy Reserves Operating LP has filed the enclosed application with the New Mexico Oil Conservation Division seeking authority to inject for purposes of salt water disposal into Andrew Arnquist Estate No. 2 Well, at a surface location 330 feet from the North line and 330 feet from the East line of Section 29, Township 18 South, Range 26 East, N.M.P.M., Eddy County, New Mexico, into the Cisco Canyon formation at a depth of approximately 7,750 feet to 8,100 feet. Said well is located approximately 1.5 miles southwest of Dayton, New Mexico. A copy of the Oil Conservation Division Form C-108 is enclosed for your information.

This application has been set for hearing before a Division Examiner at 8:15 a.m. on April 26, 2012. The hearing will be held in Porter Hall in the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. You 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 1208.B to file a Pre-hearing Statement four days in advance of a scheduled hearing. 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.

Sincerely,

Adam G. Rankin  
**ATTORNEY FOR**  
**LEGACY RESERVES OPERATING LP**

Enclosures

**EXHIBIT A**  
**LEGACY RESERVES**  
**ANDREW ARNQUIST ESTATE NO. 2 WELL**

**March 26, 2012**

Affected Parties

Operators within 1/2 mile AOR:

Cimarex Energy Co.  
600 N. Marienfeld Street, Suite 600  
Midland, TX 79701

Nadel & Gussman Permian, LLC  
601 Marienfeld  
Midland, TX 75701

Yates Petroleum Corp.  
105 4th Street  
Artesia, NM 88210

Agave Energy Co.  
105 4th Street  
Artesia, NM 88210

Myco Industries, Inc.  
105 4th Street  
Artesia, NM 88210

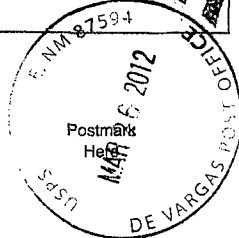
ABO Petroleum Corp.  
105 4th Street  
Artesia, NM 88210

OXY Y-1  
Contact: Katie Almeida  
P.O. Box 4294  
Houston, TX 77210-4294

Betty P. Arnquist  
60 Corte Ortega #11  
Greenbrae, California 94904

7634 0625 0005 0000 5290 0100 7006

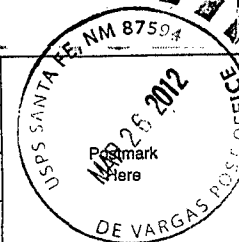
U.S. Postal Service™	
<b>CERTIFIED MAIL™ RECEIPT</b>	
(Domestic Mail Only; No International Service Provided)	
For delivery information visit <b>AGR/LEGACY</b>	
<b>OFFICE</b>	
Postage	\$ 1.70
Certified Fee	2.95
Return Receipt Fee (Endorsement Required)	2.35
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 7.00
Cimarex Energy Co. 600 N. Marienfeld Street Suite 600 Midland, Texas 79701	
for Instructions	



SENDER: COMPLETE THIS SECTION		COMPLETE THIS SECTION ON DELIVERY	
<p>1. Article Addressed to:</p> <p>Cimarex Energy Co. 600 N. Marienfeld Street Suite 600 Midland, Texas 79701</p>		<p>A. Signature <input checked="" type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name) <input checked="" type="checkbox"/> Date of Delivery</p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes <input type="checkbox"/> No</p>	
<p>2. Article Number (Transfer from service label) 7006 0100 0005 0625 7634</p>		<p>3. Service Type</p> <p><input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail</p> <p><input type="checkbox"/> Registered <input checked="" type="checkbox"/> Return Receipt for Merchandise</p> <p><input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.</p>	
<p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>		<p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>	
PS Form 3811, February 2004		Domestic Return Receipt 102595-02-M-1540	

7641 0625 0005 0000 5290 0100 7006

U.S. Postal Service™	
<b>CERTIFIED MAIL™ RECEIPT</b>	
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For delivery information visit <b>AGR/LEGACY</b>	
<b>OFFICE</b>	
Postage	\$ 1.70
Certified Fee	2.95
Return Receipt Fee (Endorsement Required)	2.35
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 7.00
Nadel & Gussman Permian 601 Marienfeld Street Suite #508 Midland, Texas 79701	
for Instructions	



SENDER: COMPLETE THIS SECTION		COMPLETE THIS SECTION ON DELIVERY	
<p>1. Article Addressed to:</p> <p>Nadel &amp; Gussman Permian 601 Marienfeld Street Suite #508 Midland, Texas 79701</p>		<p>A. Signature <input checked="" type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name) <input checked="" type="checkbox"/> Date of Delivery</p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes <input type="checkbox"/> No</p>	
<p>2. Article Number (Transfer from service label) 7006 0100 0005 0625 7641</p>		<p>3. Service Type</p> <p><input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail</p> <p><input type="checkbox"/> Registered <input checked="" type="checkbox"/> Return Receipt for Merchandise</p> <p><input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.</p>	
<p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>		<p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>	
PS Form 3811, February 2004		Domestic Return Receipt 102595-02-M-1540	

7006 0100 0005 0625 7658

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**OFFICE**

Postage	\$ 1.70
Certified Fee	2.95
Return Receipt Fee (Endorsement Required)	2.35
Restricted Delivery Fee (Endorsement Required)	
<b>Total Postage &amp; Fees</b>	<b>\$ 7.00</b>

Postmark Here  
 MAR 26 2004  
 DE VARGAS POST OFFICE

Yates Petroleum Corp.  
 105 4th Street  
 Artesia, New Mexico 88210

for instructions

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 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:

Yates Petroleum Corp.  
 105 4th Street  
 Artesia, New Mexico 88210

2. Article Number (Transfer from service label) 7006 0100 0005 0625 7658

PS Form 3811, February 2004 Domestic Return Receipt 102595-02-M-1540

**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  
☒ Certified Mail ☐ Express Mail  
☐ Registered ☒ Return Receipt for Merchandise  
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

7006 0100 0005 0625 7665

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**OFFICE**

Postage	\$ 1.70
Certified Fee	2.95
Return Receipt Fee (Endorsement Required)	2.35
Restricted Delivery Fee (Endorsement Required)	
<b>Total Postage &amp; Fees</b>	<b>\$ 7.00</b>

Postmark Here  
 MAR 26 2004  
 DE VARGAS POST OFFICE

Agave Energy Co.  
 105 4th Street  
 Artesia, New Mexico 88210

for instructions

**SENDER: COMPLETE THIS SECTION**

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  
 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:

Agave Energy Co.  
 105 4th Street  
 Artesia, New Mexico 88210

2. Article Number (Transfer from service label) 7006 0100 0005 0625 7665

PS Form 3811, February 2004 Domestic Return Receipt 102595-02-M-1540

**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  
☒ Certified Mail ☐ Express Mail  
☐ Registered ☒ Return Receipt for Merchandise  
☐ Insured Mail ☐ C.O.D.

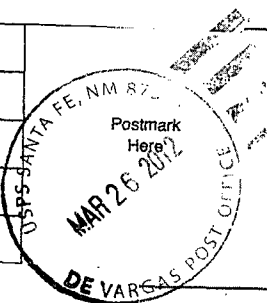
4. Restricted Delivery? (Extra Fee) ☐ Yes

7006 0100 0005 0625 7672

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**OFFIC**

Postage \$ 1.70  
 Certified Fee 2.95  
 Return Receipt Fee (Endorsement Required) 2.35  
 Restricted Delivery Fee (Endorsement Required)  
 Total Postage & Fees \$ 7.00



Myco Industries, Inc.  
 105 4th Street  
 Artesia, New Mexico 88210

for instructions

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- 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:

Myco Industries, Inc.  
 105 4th Street  
 Artesia, New Mexico 88210

2. Article Number  
 (Transfer from service label)

7006 0100 0005 0625 7672

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 X Underwood ☐ Agent ☐ Addressee  
 B. Received by (Printed Name) Underwood C. Date of Delivery 3-27-12  
 D. Is delivery address different from item 1? ☐ Yes  
 If YES, enter delivery address below: ☐ No

3. Service Type  
☒ Certified Mail ☐ Express Mail  
☐ Registered ☒ Return Receipt for Merchandise  
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- 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:

Abo Petroluem Corp.  
 105 4th Street  
 Artesia, New Mexico 88210

2. Article Number  
 (Transfer from service label)

7006 0100 0005 0625 7689

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 X Underwood ☐ Agent ☐ Addressee  
 B. Received by (Printed Name) Underwood C. Date of Delivery 3-27-12  
 D. Is delivery address different from item 1? ☐ Yes  
 If YES, enter delivery address below: ☐ No

3. Service Type  
☒ Certified Mail ☐ Express Mail  
☐ Registered ☒ Return Receipt for Merchandise  
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

7006 0100 0005 0625 7689

**U.S. Postal Service™**  
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 (Domestic Mail Only; No Insurance Coverage Provided)

For delivery information, visit **AGR/LEGACY**  
**OFFIC**

Postage \$ 1.70  
 Certified Fee 2.95  
 Return Receipt Fee (Endorsement Required) 2.35  
 Restricted Delivery Fee (Endorsement Required)  
 Total Postage & Fees \$ 7.00



Abo Petroluem Corp.  
 105 4th Street  
 Artesia, New Mexico 88210

see reverse for instructions

7006 0100 0005 0625 7696

U.S. Postal Service™ CERTIFIED MAIL™ RECEIPT (Domestic Mail Only; No Insurance Provided)	
For delivery information visit <b>AGR/LEGACY OFFICE</b>	
Postage	\$ 1.70
Certified Fee	2.95
Return Receipt Fee (Endorsement Required)	2.35
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 7.00

Postmark Here  
MAR 26 2012  
DE VARGAS POST OFFICE

OXY Y-1  
Contact: Katie Almeida  
Post Office Box 4294  
Houston, Texas 77210-4294

for Instructions

## SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- 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:

OXY Y-1  
Contact: Katie Almeida  
Post Office Box 4294  
Houston, Texas 77210-4294

## 2. Article Number

(Transfer from service label)

7006 0100 0005 0625 7696

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

## COMPLETE THIS SECTION ON DELIVERY

## A. Signature

*[Signature]* ☐ Agent ☐ Addressee

## B. Received by (Printed Name)

## C. Date of Delivery

MAR 30 2012

D. Is delivery address different from item 1? ☐ Yes  
If YES, enter delivery address below: ☐ No

## 3. Service Type

☒ Certified Mail ☐ Express Mail  
☐ Registered ☒ Return Receipt for Merchandise  
☐ Insured Mail ☐ C.O.D.

## 4. Restricted Delivery? (Extra Fee)

☐ Yes

7006 0100 0005 0625 7702

U.S. Postal Service™ CERTIFIED MAIL™ RECEIPT (Domestic Mail Only; No Insurance Provided)	
For delivery information visit <b>AGR/LEGACY OFFICE</b>	
Postage	\$ 1.70
Certified Fee	2.95
Return Receipt Fee (Endorsement Required)	2.35
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 7.00

Postmark Here  
MAR 26 2012  
DE VARGAS POST OFFICE

Betty P. Arnquist  
60 Corte Ortega #11  
Greenbrae, California 94904

for Instructions

## SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- 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:

Betty P. Arnquist  
60 Corte Ortega #11  
Greenbrae, California 94904

## 2. Article Number

(Transfer from service label)

7006 0100 0005 0625 7702

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

## COMPLETE THIS SECTION ON DELIVERY

## A. Signature

*[Signature]* ☐ Agent ☐ Addressee

## B. Received by (Printed Name)

## C. Date of Delivery

3/29/12

D. Is delivery address different from item 1? ☐ Yes  
If YES, enter delivery address below: ☐ No

## 3. Service Type

☒ Certified Mail ☐ Express Mail  
☐ Registered ☒ Return Receipt for Merchandise  
☐ Insured Mail ☐ C.O.D.

## 4. Restricted Delivery? (Extra Fee)

☐ Yes