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

APPLICATION OF SPUR ENERGY PARTNERS LLC FOR APPROVAL OF A PRESSURE MAINTENANCE PROJECT, EDDY COUNTY, NEW MEXICO.

CASE NO. 24042

STATUS REPORT

Spur Energy Partners LLC ("Spur") (OGRID No. 328947), the applicant in the above-referenced case, submits this status report as requested by the Hearing Examiner at the hearing in this matter on December 7, 2023.

At the hearing the Division Hearing Examiner instructed Spur to submit a status report on its submission of the supplemental information requested by the Division Technical Examiners. Specifically, the Division requested Spur submit (1) a simulation model to confirm the injected produced gas will stay within the proposed project area; (2) calculations supporting the proposed maximum surface injection pressure; (3) a cement bond long for the Grayburg Deep Unit #001 well (API No. 30-015-04187) or other evidence that the well was properly plugged and has well integrity to prevent injected gas migrating out of the injection zone; and (4) a written pressure maintenance monitoring plan describing what is going to measured, where, and at what frequency.

Spur has submitted items 2-4 as Spur Exhibits E, F, and G, respectively. Spur is working on preparing a simulation model through a contractor and expects to submit the results of a model simulation by February 15. If Spur requires additional time to complete the model simulation, it will advise the Division and provide the expected timeframe.

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Respectfully submitted,

HOLLAND & HART LLP

By:

Michael H. Feldewert Adam G. Rankin Paula M. Vance Post Office Box 2208 Santa Fe, NM 87504 505-988-4421 505-983-6043 Facsimile mfeldewert@hollandhart.com agrankin@hollandhart.com

ATTORNEYS FOR SPUR ENERGY PARTNERS LLC