

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

**APPLICATION OF SEP PERMIAN,  
LLC TO AMEND ORDER NO. R-20412  
TO ADD ADDITIONAL WELLS TO  
THE APPROVED HORIZONTAL  
WELL SPACING UNIT,  
EDDY COUNTY, NEW MEXICO.**

**CASE NO. \_\_\_\_\_  
ORDER NO. R-20412**

**APPLICATION**

SEP Permian, LLC (“Spur”) (OGRID No. 338479), through its undersigned attorneys, hereby files this application with the Oil Conservation Division to amend Order No. R-20412 to add additional wells to the approved horizontal spacing unit. In support of its application, Spur states:

1. Division Order No. R-20412, entered February 28, 2019, in Case No. 20188, created a 160-acre, more or less, standard horizontal oil spacing unit in the N. Seven Rivers; Glorieta-Yeso Pool (Pool Code 97565), comprised of the E/2 W/2 of Section 34, Township 19 South, Range 25 East, NMPM, Eddy County, New Mexico.

2. The Order dedicated the above-described spacing unit to the proposed initial **Lakewood Fed Com #9H Well** (API No. 30-015-45677), to be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 27, to a bottom hole location in the SE/4 SW/4 (Unit N) of Section 34.

3. Since entry of Order No. R-20412, Spur, as successor operator to Percussion Petroleum, LLC, has determined that prior to the commencement of drilling it is prudent to add the following additional wells to the approved spacing unit:

(1) **Lakewood Fed Com #10H Well** (API No. 30-015-45678), to be horizontally drilled from a surface location in the SE/4 SW/4 (Unit N) of Section 27, to a bottom hole location in the SE/4 SW/4 (Unit N) of Section 34; and

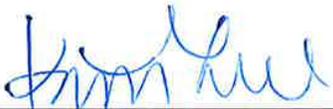
(2) **Lakewood Fed Com #14H Well** (API No. 30-015-46122), to be horizontally drilled from a surface location in the NW/4 NW/4 (Lot 4) of Section 3, Township 20 South, Range 25 East, to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 34.

4. Spur has submitted a revised well proposal letter to the mineral owners pooled under Division Order No. R-20412 and will further notify them of this hearing.

WHEREFORE, Spur requests that this application be set for hearing before an Examiner of the Oil Conservation Division on February 6, 2020, and, after notice and hearing as required by law, the Division amend Division Order No. R-20412 to add the wells identified herein to the approved horizontal well spacing unit.

Respectfully submitted,

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