

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

**APPLICATION OF SPUR ENERGY  
PARTNERS, LLC FOR COMPULSORY  
POOLING, EDDY COUNTY, NEW MEXICO**

**CASE NO. 22475**

**PRE-HEARING STATEMENT**

Spur Energy Partners, LLC (“Applicant”) submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

**APPEARANCES**

**APPLICANT**

Spur Energy Partners, LLC

**ATTORNEYS**

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**INTERESTED PARTIES**

No other parties of record.

**ATTORNEYS**

**STATEMENT OF THE CASE**

Applicant seeks to pool uncommitted interests from a depth of approximately 4,000’ MD to the base of the Yeso formation in a 160-acre, more or less, standard horizontal spacing unit comprised of the S/2S/2 of Section 27, Township 17 South, Range 28 East in Eddy County, New Mexico (“Unit”). The Unit will be dedicated to the Halberd 27 State Com 72H and Halberd 27 State Com 90H wells (“Wells”) to be horizontally drilled from a surface location in Unit M of Section 26 to a bottom hole location in Unit M of Section 27. The completed intervals of the Wells

will be orthodox. A depth severance exists in the Yeso formation. Accordingly, Spur seeks to pool uncommitted interests from a depth of approximately 4,000' MD to the base of the Yeso formation (at a stratigraphic equivalent of approximately 5,682' MD as observed on the Geronimo '27' State Com #1 Platform Express, Azimuthal Laterolog (API No. 30-015-31173)). Also to be considered will be the cost of drilling and completing the Wells and the allocation of the cost, the designation of Spur Energy Partners, LLC as the operator of the Wells, and a 200% charge for the risk involved in drilling and completing the Wells. The Wells are located approximately 10 miles west of Loco Hills, New Mexico.

**PROPOSED EVIDENCE**

<b><u>Witness</u></b>	<b><u>Occupation</u></b>	<b><u>Estimated Time</u></b>	<b><u>Exhibits</u></b>
Blair Brummell	Landman	Affidavit	Approx. 7
C. J. Lipinski	Geologist	Affidavit	Approx. 5

**PROCEDURAL MATTERS**

Applicant will present the above-referenced case by affidavit if there is no opposition to its application.

Respectfully submitted,

HINKLE SHANOR, LLP

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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 76122

**QUESTIONS**

Operator: V-F PETROLEUM INC P.O. Box 1889 Midland, TX 79702	OGRID: 24010
	Action Number: 76122
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

**QUESTIONS**

<b>Testimony</b>	
<i>Please assist us by provide the following information about your testimony.</i>	
Number of witnesses	Not answered.
Testimony time (in minutes)	Not answered.