

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

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

CASE NO. 23305

PRE-HEARING STATEMENT

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

APPLICANT

Spur Energy Partners LLC

ATTORNEYS

Dana S. Hardy
Jaclyn McLean
Yarithza Peña
Hinkle Shanor LLP
P.O. Box 2068
Santa Fe, NM 87504-2068
Phone: (505) 982-4554
dhardy@hinklelawfirm.com
jmclean@hinklelawfirm.com
ypena@hinklelawfirm.com

INTERESTED PARTY

None.

ATTORNEYS

STATEMENT OF THE CASE

Applicant applies for an order pooling all uncommitted interests within the Yeso formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the S/2 N/2 and N/2 S/2 of Section 14, Township 17 South, Range 32 East, Lea County, New Mexico. The spacing unit will be dedicated to the following wells (“Wells”):

- **Miller 14 Federal Com 10H** well, to be drilled from a surface hole location in the SW/4 NW/4 (Unit E) of Section 13, Township 17 South, Range 32 East, to a bottom hole location in the SW/4 NW/4 (Unit E) of Section 14, Township 17 South, Range 32 East;
- **Miller 14 Federal Com 20H** well, to be drilled from a surface hole location in the SW/4 NW/4 (Unit E) of Section 13, Township 17 South, Range 32 East, to a bottom hole location in the SW/4 NW/4 (Unit E) of Section 14, Township 17 South, Range 32 East;
- **Miller 14 Federal Com 21H** well, to be drilled from a surface hole location in the NW/4 SW/4 (Unit L) of Section 13, Township 17 South, Range 32 East, to a bottom hole location in the NW/4 SW/4 (Unit L) of Section 14, Township 17 South, Range 32 East;
- **Miller 14 Federal Com 70H** well, to be drilled from a surface hole location in the SW/4 NW/4 (Unit E) of Section 13, Township 17 South, Range 32 East, to a bottom hole location in the SW/4 NW/4 (Unit E) of Section 14, Township 17 South, Range 32 East; and
- **Miller 14 Federal Com 71H** well, to be drilled from a surface hole location in the NW/4 SW/4 (Unit L) of Section 13, Township 17 South, Range 32 East, to a bottom hole location in the NW/4 SW/4 (Unit L) of Section 14, Township 17 South, Range 32 East.

The completed intervals of the Wells will be orthodox. The completed interval of the Miller 14 Federal Com 10H well will be located within 330' of the quarter-quarter section line separating the S/2 N/2 and N/2 S/2 of Section 14 to allow for the creation of a 320-acre standard horizontal spacing unit.

Also to be considered in each case will be the cost of drilling and completing the Wells and the allocation of the costs, the designation of Applicant as the operator of the Unit and the Wells, and a 200% charge for the risk involved in drilling and completing the Wells.

The Wells are located approximately 2.64 miles southeast of Maljamar, New Mexico.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Lance Young	Landman	Affidavit	Approx. 5
Matthew Van Wie	Geologist	Affidavit	Approx. 4

PROCEDURAL MATTERS

Applicant will present this matter by affidavit if there is no opposition.

Respectfully submitted,

HINKLE SHANOR, LLP

/s/ Dana S. Hardy

Dana S. Hardy
 Jaclyn McLean
 Yarithza Peña
 P.O. Box 2068
 Santa Fe, NM 87504-2068
 Phone: (505) 982-4554
 Facsimile: (505) 982-8623
 dhardy@hinklelawfirm.com
 jmclean@hinklelawfirm.com
 ypena@hinklelawfirm.com
 Counsel for Spur Energy Partners LLC

District I
 1625 N. French Dr., Hobbs, NM 88240
 Phone:(575) 393-6161 Fax:(575) 393-0720

District II
 811 S. First St., Artesia, NM 88210
 Phone:(575) 748-1283 Fax:(575) 748-9720

District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV
 1220 S. St Francis Dr., Santa Fe, NM 87505
 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

QUESTIONS

Action 179924

QUESTIONS

Operator: Spur Energy Partners LLC 9655 Katy Freeway Houston, TX 77024	OGRID: 328947
	Action Number: 179924
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

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