

**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. 23685

PRE-HEARING STATEMENT

Spur Energy Partners LLC (“Spur”) (OGRID No. 328947), the applicant in the above-referenced case, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

Spur Energy Partners LLC

ATTORNEY

Michael H. Feldewert
Adam G. Rankin
Julia Broggi
Paula M. Vance
Holland & Hart, LLP
Post Office Box 2208
Santa Fe, New Mexico 87504-2208
(505) 988-4421
(505) 983-6043 Facsimile

APPLICANT’S STATEMENT OF CASE

Spur seeks an order approving a pressure maintenance project in the Yeso formation underlying a project area comprised of all of Section 36, Township 18 South, Range 25 East, and the W/2 W/2 of Section 31, Township 18 South, Range 26 East, NMPM, Eddy County, New Mexico (the “Project Area”).

Spur Energy Partners LLC (OGRID No. 328947) is the operator of the following horizontal wells drilled and completed within the Project Area in the Penasco Draw; San Andres, Yeso Pool (Pool Code 50270):

- Pinto 36 State Com 1H (API No. 30-015-39781);
- Pinto 36 State Com 2H (API No. 30-015-39969);
- Pinto 36 State Com 4H (API No. 30-015-40058);
- Pinto 36 State Com 5H (API No. 30-015-39970);
- Pinto 36 State Com 6H (API No. 30-015-39971);
- Pinto 36 State Com 7H (API No. 30-015-39973);
- Pinto 36 State Com 8H (API No. 30-015-41667);
- Pinto 36 State 9H (API No. 30-015-42877);
- Pinto 36 State Com 27H (API No. 30-015-43399);
- Pinto 36 State 60H (API No. 30-015-49171);
- Pinto 36 State 70H (API No. 30-015-49172);
- Pinto 36 State 90H (API No. 30-015-49173); and
- Falabella 31 Fee 1H (API No. 30-015-40814).

Spur seeks approval to inject produced gas into its **Pinto 36 State Com #003H well** (API No. 30-015-39782) which is drilled and completed within the Project Area at a total vertical depth of approximately 2,311 feet to approximately 2,673 feet along the horizontal portion of this wellbore. Spur anticipates injection through this well will provide pressure maintenance support for its offsetting wells within the Project Area identified above.

Spur seeks authority to inject gas produced from the Penasco Draw; San Andres, Yeso Pool at a maximum surface injection pressure of 670 psi with an average surface injection pressure of approximately 470 psi. Spur proposes to inject produced gas at a maximum rate of 10 MMCF per day with an average daily injection rate of approximately 5 MMCF per day.

Approval of this pressure maintenance project will result in the production of substantially more hydrocarbons from the project area than would otherwise be produced, will prevent waste, and will not impair correlative rights.

APPLICANT'S PROPOSED EVIDENCE

<u>WITNESS</u> Name and Expertise	<u>ESTIMATED TIME</u>	<u>EXHIBITS</u>
Oliver Seekins, Regulatory Expert (ALL Consulting LLC)	Approx. 30 minutes	Approx. 1
Reed Davis, Geology (ALL Consulting LLC)	Approx. 20 minutes	Approx. 1
George Waters, Petroleum Engineer	Approx. 15 minutes	Approx. 1

PROCEDURAL MATTERS

Spur intends to present this case with live witnesses at the hearing on August 3, 2023.

Respectfully submitted,

HOLLAND & HART LLP

By: _____



Michael H. Feldewert
Adam G. Rankin
Julia Broggi
Paula M. Vance
Post Office Box 2208
Santa Fe, NM 87504
505-998-4421
505-983-6043 Facsimile
mfeldewert@hollandhart.com
agrarkin@hollandhart.com
jbroggi@hollandhart.com
pmvance@hollandhart.com

ATTORNEYS 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 245326

QUESTIONS

Operator: Spur Energy Partners LLC 9655 Katy Freeway Houston, TX 77024	OGRID: 328947
	Action Number: 245326
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

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