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. 24064

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 ATTORNEYS

Spur Energy Partners, LLC Dana S. Hardy

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INTERESTED PARTY ATTORNEYS

None.

STATEMENT OF THE CASE

Spur applies for an order pooling all uncommitted interests in the Yeso formation underlying a 160-acre, more or less, standard horizontal spacing unit comprised of the S/2 N/2 of Section 28, Township 18 South, Range 26 East, Eddy County, New Mexico ("Unit"). The Unit will be dedicated to the **Weezer 28 Fee 1H**, **Weezer 28 Fee 10H**, and **Weezer 28 Fee 60H** wells ("Wells"), which will be drilled from surface hole locations in the SE/4 NE/4 (Unit H) of Section 29 to bottom hole locations in the SE/4 NE/4 (Unit H) of Section 28. The completed intervals of

the Weezer 28 Fee 10H and Weezer 28 Fee 60H wells will be orthodox, and the completed interval of the Weezer 28 Fee 1H well will be unorthodox.

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 Wells, and a 200% charge for the risk involved in drilling and completing the Wells.

The Wells are located approximately 8.46 miles south and .21 miles west of Artesia, NM.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Scott Hartman	Senior	Affidavit	Approx. 5
	Landman		
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

<u>/s/ Dana S. Hardy</u>

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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 297982

QUESTIONS

Operator:	OGRID:
Spur Energy Partners LLC	328947
9655 Katy Freeway	Action Number:
Houston, TX 77024	297982
	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.	