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

APPLICATION OF SPUR ENERGY PARTNERS, LLC TO POOL ADDITIONAL INTEREST OWNERS UNDER ORDER NO. R-22049, EDDY COUNTY, NEW MEXICO.

CASE NO. ORDER NO. R-22049 (Re-Open Case No. 22475)

## <u>APPLICATION</u>

Spur Energy Partners, LLC, OGRID No. 328947 ("Spur") files this application with the Oil Conservation Division ("Division") for the limited purpose of pooling additional interest owners under the terms of Division Order No. R-22049. In support of its application, Spur states as follows.

- 1. On February 23, 2022, the Division issued Order No. R-22049 in Case No. 22475, which pooled uncommitted interests from a depth of approximately 4,000' to the base of the Yeso formation (Artesia; Glorieta-Yeso Pool, Code 96830) in a 160-acre, more or less, standard horizontal spacing unit ("Unit") comprised of the S/2 S/2 of Section 27, Township 17 South, Range 28 East in Eddy County, New Mexico. The Order dedicated the HSU to the **Halberd 27 State Com 72H** and **Halberd 27 State Com 90H** wells ("Wells") and designated Spur as operator of the Unit and the Wells.
- 2. Since entry of the Order, Spur has identified additional interest owners in the Unit that have not been pooled under the terms of the Order.
- 3. Spur has undertaken diligent, good-faith efforts to obtain voluntary agreements from the additional interest owners to participate in the drilling of the Wells but has been unable to obtain voluntary agreements from the owners.
- 4. In order to permit Spur to obtain its just and fair share of the oil and gas underlying the subject lands, the additional interest owners should be pooled into the Unit pursuant to the terms of the Order.

5. The pooling of the additional interest owners will avoid the drilling of unnecessary wells, prevent waste, and protect correlative rights.

WHEREFORE, Applicant requests this application be set for hearing before an Examiner of the Division on May 5, 2022, and after notice and hearing as required by law, the Division pool the additional interest owners into the Unit pursuant to the terms of Division Order No. R-22049.

Respectfully submitted,

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