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

## APPLICATION OF SPUR ENERGY PARTNERS LLC FOR A COMPULSORY POOLING ORDER REPLACING AND REVOKING ORDER NOS. R-21580 AND R-21583, EDDY COUNTY, NEW MEXICO.

CASE NO. 22767

#### **SPUR ENERGY PARTNERS LLC'S 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**

**ATTORNEY** 

#### APPLICANT

Spur Energy Partners LLC

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#### **APPLICANT'S STATEMENT OF CASE**

Spur seeks a compulsory pooling order to replace and revoke Order Nos. R-21580, as amended, and R-21583, as amended, (collectively "the Orders") with a single order pooling all uncommitted interests in a portion of the Yeso formation from 3,001 feet to the base of the Yeso within proposed a standard 320-acre, more or less, horizontal spacing unit comprised of the S/2 of Section 18, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico.

Division Order R-21580, entered on January 19, 2021, in Case No. 21587, created a 160acre, more or less, standard horizontal well spacing unit consisting of the N/2 S/2 of Section 18, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico (the "Unit"), and designated Applicant as the operator of the Unit, pooled the uncommitted interests in a portion of the Yeso formation from 3,001 feet to the base of Yeso [Red Lake; Glorieta-Yeso (51120)] in the Unit, and dedicated the Unit to the proposed initial wells identified in the Order.

The Division issued Order R-21580-A, amending the Order to extend the deadlines until January 19, 2023.

Division Order R-21583, also entered on January 19, 2021, in Case No. 21583, created a 160-acre, more or less, standard horizontal well spacing unit consisting of the S/2 S/2 of Section 18, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico (the "Unit"), and designated Applicant as the operator of the Unit, pooled the uncommitted interests in a portion of the Yeso formation from 3,001 feet to the base of Yeso [Red Lake; Glorieta-Yeso (51120)] in the Unit, and dedicated the Unit to the proposed initial wells identified in the Order.

The Division issued Order R-21583-A, amending the Order to extend the deadlines until January 19, 2023.

Since the entry of the Orders, Applicant has determined that it is prudent to re-form the subject spacing units into a 320-acre, more or less, standard spacing unit through the inclusion of proximity tracts.

Accordingly, Applicant seeks an order revoking the existing Orders and replacing them with a single pooling order creating a standard 320-acre, more or less, horizontal spacing unit comprised of the S/2 of Section 18, Township 18 South, Range 27 East, NMPM, Eddy County,

New Mexico. Applicant proposes to dedicate the spacing unit to the following initial proposed wells:

- The (1) **Baffin 10H** and the (2) **Baffin 70H**, to be horizontally drilled from surface location in the NE/4 SE/4 of Section 13, Township 18 South, Range 26 East, to bottomhole locations in the NE/4 SE/4 of Section 18, Township 18 South, Range 27 East; and
- The (3) Baffin 11H, the (4) Baffin 20H; and (5) the Baffin 71H, which will be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) of Section 13, Township 18 South, Range 26 East, to bottom-hole locations in the SE/4 SE/4 (Unit P) of Section 13, Township 18 South, Range 27 East.

The completed interval for the proposed **Baffin 20H** well will remain within 330 feet of the adjacent tracts to allow inclusion of this acreage into a standard horizontal well spacing unit.

#### APPLICANT'S PROPOSED EVIDENCE

<u>WITNESS</u> Name and Expertise	ESTIMATED TIME	<u>EXHIBITS</u>
Drew Oldis, Landman	Affidavit	Approx. 6
C.J. Lipinski, Geologist	Affidavit	Approx. 4

#### **PROCEDURAL MATTERS**

If uncontested at the time of hearing, Spur intends to present this case by affidavit.

Respectfully submitted,

HOLLAND & HART LLP

By:

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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

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Action 102604

QUESTIONS

Operator:	OGRID:
Spur Energy Partners LLC	328947
9655 Katy Freeway	Action Number:
Houston, TX 77024	102604
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

#### QUESTIONS

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