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

APPLICATION OF SPUR ENERGY PARTNERS LLC TO AMEND ORDER NO. R-22222, EDDY COUNTY, NEW MEXICO.

CASE NO. ORDER NO. R-22222

## **APPLICATION**

Spur Energy Partners LLC ("Spur" or "Applicant"), through undersigned attorneys, hereby files this application with the Oil Conservation Division to amend Order No. R-22222 ("Order") to allow for an extension of time for drilling the proposed initial wells under the Order. In support of its application, Spur states:

- 1. Division Order No. R-22222, entered on August 29, 2022, in Case Nos. 21587, 21583 and 22767, replaced and revoked Order R-21580 and Order R-21583, and created 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 (the "Unit"), and designated Spur as operator of the Unit.
- 2. Order No. R-22222 further pooled the uncommitted interests in the Yeso formation (Red Lake; Glorieta-Yeso [51120]), from 3,001 feet to the base of the Yeso formation, and dedicated the Unit to the proposed initial **Baffin #10H** (API No. 30-015-PENDING), **Baffin #11H** (API No. 30-015-PENDING), **Baffin #20H** (API No. 30-015-PENDING), **Baffin #70H** (API No. 30-015-PENDING) and **Baffin #71H** (API No. 30-015-PENDING).
- 3. Applicant requests that Order No. R-22222 be re-opened and amended to allow Applicant additional time to commence drilling the wells under the Order.

- 4. There is good cause for Applicant's request for an extension of time to drill. Due to unanticipated delays, this project will not begin until late 2024.
- 5. Under the Order, Applicant would be required to commence drilling the well by August 20, 2023, and therefore, asks for the deadline to commence drilling the wells be extended for a year, to August 30, 2024.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on June 1, 2023, and, after notice and hearing as required by law, the Division enter an order extending the time for Spur to commence drilling the proposed initial wells under the Order.

Respectfully submitted,

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ATTORNEYS FOR SPUR ENERGY PARTNERS LLC

CASE :

Application of Spur Energy Partners LLC to Amend Order No. R-22222, Eddy County, New Mexico. Applicant in the above-styled cause seeks a year extension of time for drilling the wells under Order No. R-22222. The Unit is comprised of the S/2 of Section 18, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico. Order No. R-22222 pooled the uncommitted interests in the Yeso formation (Red Lake; Glorieta-Yeso [51120]), from 3,001 feet to the base of the Yeso formation, and dedicated the Unit to the proposed initial Baffin #10H (API No. 30-015-PENDING) and Baffin #70H (API No. 30-015-PENDING), both to be horizontally drilled from a surface location in the NE/4 SE/4 (Unit I), T18S-R26E, to a bottom hole location in the NE/4 SE/4 (Unit I) of Section 18, T18S-R27E; and the Baffin #11H (API No. 30-015-PENDING), Baffin #20H (API No. 30-015-PENDING), and Baffin #71H (API No. 30-015-PENDING), all to be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P), T18S-R26E, to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 18, T18S-R27E. Said area is located 8 miles southeast of Artesia, New Mexico.