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

APPLICATION OF SPUR ENERGY PARTNERS LLC TO AMEND ORDER R-22222, AS AMENDED, TO ADD ADDITIONAL POOLED PARTIES, EDDY COUNTY, NEW MEXICO.

APPLICATION

Spur Energy Partners LLC ("Spur" or "Applicant"), through its undersigned attorneys, hereby files this application with the Oil Conservation Division to amend pooling Order R-22222, as amended, to add additional mineral owners to the pooling order. In support of its application, Spur states:

1. Spur (OGRID No. 328947) is the designated operator under Order R-22222, as amended.

2. 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.

3. 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).

Order R-22222-A extended the period to drill under Order R-22222 until August
29, 2024.

5. Applicant has discovered an additional mineral owner in the pooled acreage that was not subject to the pooling proceedings giving rise to Order R-22222, as amended.

6. Applicant has sought and been unable to obtain voluntary agreement for the development of these lands from this additional mineral owner.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on November 2, 2023, and, after notice and hearing as required by law, the Division enter an order placing these additional mineral owners under the terms of Order R-22222-A.

Respectfully submitted,

HOLJ AND & HART LLP

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ATTORNEYS FOR SPUR ENERGY PARTNERS LLC

CASE ___: Application of Spur Energy Partners LLC to Amend Order R-22222, as Amended, to Add Additional Pooled Parties, Eddy County, New Mexico. Applicant seeks an order from the Division amending Order R-22222, as amended, (issued in Case Nos. 21587, 21583, and 22767) to add an additional mineral owner to the terms of the pooling order. Order R-22222, as amended, designated Spur Energy Partners LLC as the operator and pooled the uncommitted mineral interests in the Yeso formation (Red Lake; Glorieta-Yeso [51120]), from 3,001 feet to the base of the Yeso formation underlying 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. This standard horizonal well spacing unit is currently dedicated to 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). Said area is located 8 miles southeast of Artesia, New Mexico.