

**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. 24121

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

Spur Energy Partners, LLC

ATTORNEYS

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INTERESTED PARTY

Silverback Operating II, LLC

ATTORNEYS

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STATEMENT OF THE CASE

Spur applies for an order pooling all uncommitted interests in the Yeso formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the SW/4 of Section 27 and the SE/4 of Section 28, Township 19 South, Range 25 East, Eddy County, New Mexico (“Unit”). The Unit will be dedicated to the **Live Oak 27-28 State Com 20H** and **Live**

Oak 27-28 State Com 50H wells, to be drilled from surface hole locations in the NW/4 SE/4 (Unit J) of Section 27 to bottom hole locations in the NW/4 SE/4 (Unit J) of Section 28; and the **Live Oak 27-28 State Com 21H, Live Oak 27-28 State Com 30H, and Live Oak 27-28 State Com 70H** wells, to be drilled from surface hole locations in the SW/4 SE/4 (Unit O) of Section 27 to bottom hole locations in the SW/4 SE/4 (Unit O) of Section 28.

The completed intervals of the Wells will be orthodox. The completed interval of the Live Oak 27-28 State Com 30H well will be located within 330’ of the quarter-quarter section line separating the N/2 S/2 and S/2 S/2 of Sections 27 and 28 to allow for the creation of a 320-acre standard horizontal spacing unit.

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 14.78 miles south and 4.26 miles west of Artesia, New Mexico.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Scott Hartman	Senior Landman	Affidavit	Approx. 5
Matthew Van Wie	Geologist	Affidavit	Approx. 5

PROCEDURAL MATTERS

Silverback Operating II, LLC had initially objected to Spur’s Application in Case No. 24121 but has since withdrawn its objection. Applicant will present this matter by affidavit as Silverback Operating II, LLC no longer opposes the Application.

Respectfully submitted,

HINKLE SHANOR LLP

/s/ Dana S. Hardy

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CERTIFICATE OF SERVICE

I hereby certify that on June 6, 2024, I served a true and correct copy of the foregoing pleading on the following counsel of record by electronic mail:

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State of New Mexico
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QUESTIONS

Action 351639

QUESTIONS

Operator: Spur Energy Partners LLC 9655 Katy Freeway Houston, TX 77024	OGRID: 328947
	Action Number: 351639
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

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