

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

**APPLICATION OF SPUR ENERGY  
PARTNERS LLC FOR COMPULSORY  
POOLING, LEA COUNTY, NEW MEXICO**

**CASE NO. 24609**

**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**

None.

**ATTORNEYS**

**STATEMENT OF THE CASE**

Applicant 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 S/2 N/2 and N/2 S/2 of Section 14, Township 17 South, Range 32 East, Lea County, New Mexico (“Unit”).

The spacing unit will be dedicated to the following wells (“Wells”):

- a. The **Miller 14 Federal Com 10H, Miller 14 Federal Com 20H, and Miller 14 Federal Com 70H** wells, to be drilled from a surface hole location in the SW/4 NW/4 (Unit E) of Section 13, Township 17 South, Range 32 East, to bottom hole

locations in the SW/4 NW/4 (Unit E) of Section 14, Township 17 South, Range 32 East; and

- b. The **Miller 14 Federal Com 21H** and **Miller 14 Federal Com 71H** wells, to be drilled from a surface hole location in the NW/4 SW/4 (Unit L) of Section 13, Township 17 South, Range 32 East, to bottom hole locations in the NW/4 SW/4 (Unit L) of Section 14, Township 17 South, Range 32 East.

The completed intervals of the Wells will be orthodox. The completed interval of the Miller 14 Federal Com 10H well will be located within 330’ of the quarter-quarter section line separating the S/2 N/2 and N/2 S/2 of Section 14 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 Unit and the Wells, and a 200% charge for the risk involved in drilling and completing the Wells.

The Wells are located approximately 2.64 miles southeast of Maljamar, New Mexico.

**PROPOSED EVIDENCE**

<b>Witness</b>	<b>Occupation</b>	<b>Estimated Time</b>	<b>Exhibits</b>
Lance Young	Landman	Affidavit	Approx. 5
Matthew Van Wie	Geologist	Affidavit	Approx. 4

**PROCEDURAL MATTERS**

Applicant will present this matter by affidavit if there is no opposition.

Respectfully submitted,

HINKLE SHANOR LLP

*/s/ Dana S. Hardy* \_\_\_\_\_

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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

Action 360813

**QUESTIONS**

Operator: Spur Energy Partners LLC 9655 Katy Freeway Houston, TX 77024	OGRID: 328947
	Action Number: 360813
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

**QUESTIONS**

<b>Testimony</b>	
<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>