

**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. 22407

PRE-HEARING STATEMENT

Spur Energy Partners, LLC (“Applicant”) submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

Spur Energy Partners, LLC

ATTORNEYS

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INTERESTED PARTIES

No other parties of record.

ATTORNEYS

STATEMENT OF THE CASE

In this case, Applicant seeks an order pooling all uncommitted mineral interests within the Yeso formation in a 480-acre, more or less, standard horizontal spacing unit comprised of the N/2 of Section 10 and NW/4 of Section 11, Township 17 South, Range 33 East, Lea County, New Mexico (“Unit”). The Unit will be dedicated to following wells: Oakmont 10H and Oakmont 60H, which will be horizontally drilled from a surface location in the SW/4NE/4 (Unit G) of Section 11 to a bottom hole location in the SW/4NW/4 (Unit E) of Section 10; and Oakmont 11H and

Oakmont 20H, which will be horizontally drilled from a surface location in the NW/4NE/4 (Unit B) of Section 11 to a bottom hole location in the NW/4NW/4 (Unit D) of Section 10 (collectively the "Wells"). The completed interval of the Wells will be orthodox. The completed interval of the Oakmont 20H will be within 330' of the line separating the N/2N/2 and S/2N/2 of Section 10 and the N/2NW/4 and S/2NW/4 of Section 11 to allow inclusion of this acreage into a standard 480-acre horizontal spacing unit. Also to be considered 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 7.58 miles East and 0.25 miles South of Maljamar, Lea County, New Mexico.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Blair Brummell	Landman	Affidavit	Approx. 7
C. J. Lipinski	Geologist	Affidavit	Approx. 5

PROCEDURAL MATTERS

Applicant will present the above-referenced case by affidavit if there is no opposition to its application.

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.
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QUESTIONS

Action 69411

QUESTIONS

Operator: Spur Energy Partners LLC 9655 Katy Freeway Houston, TX 77024	OGRID: 328947
	Action Number: 69411
	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>