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

APPLICATION OF INVITO OPERATING, LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 22924

PRE-HEARING STATEMENT

Invito Operating, LLC ("Invito" or "Applicant") submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPLICANT ATTORNEYS

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INTERESTED PARTIES ATTORNEYS

None

STATEMENT OF THE CASE

Applicant applies for an order pooling all uncommitted interests in the San Andres formation underlying a 160-acre, more or less, standard horizontal spacing unit ("Unit") comprised of Lot 1, SE/4 NE/4 and E/2 SE/4 (E/2 E/2 equivalent) of Section 1, Township 9 South, Range 33 East, Lea County, New Mexico. The Unit will be dedicated to the Palisade #1H well, which will be horizontally drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 12, Township 9 South, Range 33 East, to a bottom hole location in Lot 1 of Section 1, Township 9 South, Range 33 East. The completed interval of the Well will be orthodox.

Also to be considered in each case will be the cost of drilling and completing the Well and the allocation of the costs, the designation of Applicant as the operator of the Well, and a 200% charge for the risk involved in drilling and completing the Well.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Jarod Poteet	Landman	Affidavit	Approx. 5
Candice Carrell	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 129374

QUESTIONS

Operator:	OGRID:
Spur Energy Partners LLC	328947
9655 Katy Freeway	Action Number:
Houston, TX 77024	129374
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

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