

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

**APPLICATION OF SPUR ENERGY PARTNERS,
LLC TO EXTEND TIME TO COMMENCE
DRILLING OPERATIONS,
EDDY COUNTY, NEW MEXICO.**

**CASE NO. 23716
ORDER NO. R-21859-A**

PRE-HEARING STATEMENT

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

APPLICANT

Spur Energy Partners, LLC

ATTORNEYS

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INTERESTED PARTIES

None.

ATTORNEYS

STATEMENT OF THE CASE

Spur requests a one-year extension of time, until October 7, 2024, to commence drilling the wells authorized by Order No. R-21859. The Division issued Order No. R-21859 in Case No. 21676 on October 7, 2021, approving a 315-acre, more or less, standard (proximity tract) horizontal spacing unit comprised of the S/2 of Section 7, Township 17 South, Range 30 East in Eddy County, New Mexico (“Unit”), and designating Spur as operator of the Unit. The Order further pooled all uncommitted interests within the Yeso formation at a depth of 4,225’ to 5,000’ in the Loco Hills; Glorieta-Yeso Pool (96718) underlying the Unit and dedicated the Unit to the Merak 7 Federal 10H well; Merak 7 Federal 11H well; Merak 7 Federal 22H well; Merak 7 Federal

51H well; and Merak 7 Federal 52H well (collectively “Wells”). The Division entered Order No. R-21859-A on October 28, 2022, extending the deadline to commence drilling the Wells until October 7, 2023. Spur’s ability to commence drilling the Wells has been delayed by offset development and Spur’s need to avoid potential conflicts with simultaneous drilling operations. Therefore, Spur requests that the Division extend the deadline to commence drilling the Wells to October 7, 2024.

The Wells are located approximately 3 miles northwest of Loco Hills, New Mexico.

PROPOSED EVIDENCE

<u>Witness</u>	<u>Occupation</u>	<u>Estimated Time</u>	<u>Exhibits</u>
Rett Dalton	Senior Landman	Affidavit	Approx. 2

PROCEDURAL MATTERS

Applicant will present its 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
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QUESTIONS

Action 269723

QUESTIONS

Operator: Spur Energy Partners LLC 9655 Katy Freeway Houston, TX 77024	OGRID: 328947
	Action Number: 269723
	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>