

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

**APPLICATION OF SEP PERMIAN, LLC
FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.**

CASE NO. 20819

SPUR'S PRE-HEARING STATEMENT

SEP Permian, LLC ("Spur") (OGRID No. 338479), applicant in the above-referenced case, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

SEP Permian, LLC
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ATTORNEYS

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APPLICANT'S STATEMENT OF CASE

Spur seeks an order: (1) pooling all uncommitted interests in the Yeso formation underlying a standard 320-acre horizontal spacing unit comprised of the S/2 of Section 33, Township 19 South, Range 25 East, NMPM, Eddy County, New Mexico, and (2) dedicating the horizontal spacing unit to the following proposed initial wells:

- The **Dorami 33 Fed Com #2H Well**, the **Dorami 33 Fed Com #3H Well**, and the **Dorami 33 Fed Com #4H Well**, each of which will be horizontally drilled from a common surface location in the NW/4 SW/4 (Unit L) of Section 34 to bottom-hole locations in the NW/4 SW/4 (Unit L) of Section 33; and
- The **Dorami 33 Fed Com #8H Well**, the **Dorami 33 Fed Com #9H Well**, and the **Dorami 33 Fed Com #10H Well**, each of which will be horizontally drilled from a common surface location in the SW/4 SW/4 (Unit M) of Section 34 to bottom-hole locations in the SW/4 SW/4 (Unit M) of Section 33.

The completed intervals for the proposed **Dorami 33 Fed Com #4H Well** and the **Dorami 33 Fed Com #8H Well** will remain within 330 feet of the quarter-quarter line separating the N/2 S/2 from the S/2 S/2 of Section 33 to allow inclusion of the proximity tracts in a standard 320-acre horizontal well spacing unit.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Nash Bell, Landman	Approx. 15 minutes	Approx. 5
CJ Lipinski, Geologist	Approx. 10 minutes	Approx. 4

PROCEDURAL MATTERS

None at this time.

Respectfully submitted,

HOLLAND & HART LLP

By: 

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