

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

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

CASE NO. 21588

SPUR ENERGY PARTNERS, LLC'S PRE-HEARING STATEMENT

Spur Energy Partners, LLC ("Spur") (OGRID No. 328947), the applicant in the above-referenced case, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

Spur Energy Partners, LLC

ATTORNEY

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APPLICANT'S STATEMENT OF CASE

Spur seeks an order pooling all uncommitted interests in the Yeso formation [Penasco Draw, SA-Yeso (Assoc) (50270)], underlying a standard 320-acre horizontal spacing unit comprised of the E/2 of Section 7, Township 19 South, Range 25 East, NMPM, Eddy County, New Mexico. Spur seeks to dedicate this horizontal spacing unit to the following proposed initial wells:

- The **Trudy #10H well** (API No. 30-15-pending), the **Trudy #30H well** (API No. 30-15- pending), the **Trudy #50H well** (API No. 30-15-pending), the **Trudy #90H well** (API No. 30-15-pending), and the **Trudy #91H well** (API No. 30-15-pending), each of which will be horizontally drilled from a common surface location in the SE/4 SE/4 (Unit P) of Section 6 to bottom hole locations in the NE/4 NE/4 (Unit A) of Section 7; and
- The **Trudy #11H well** (API No. 30-15-pending), the **Trudy #20H well** (API No. 30-15-), the **Trudy #51H well** (API No. 30-15-pending), the **Trudy #70H well** (API No. 30-15-pending), and the **Trudy #92H well** (API No. 30-15-pending), each of which will be horizontally drilled from a common surface location in the SW/4 SE/4 (Unit O) of Section 6 to bottom hole locations in the NW/4 NE/4 (Unit B) of Section 7.

The completed intervals of the **Trudy #20H well**, the **Trudy #70H well**, and the **Trudy #91H well** will remain within 330 feet of the quarter-quarter line separating the E/2 E/2 from the W/2 E/2 of Section 7 to allow inclusion of these proximity tracts into a standard horizontal spacing unit.

APPLICANT’S PROPOSED EVIDENCE

<u>WITNESS</u> Name and Expertise	<u>ESTIMATED TIME</u>	<u>EXHIBITS</u>
Megan Peña, Landman	Affidavit	Approx. 4
C.J. Lipinski Geologist	Affidavit	Approx. 4

PROCEDURAL MATTERS

If uncontested at the time of hearing, Spur intends to present this case by affidavit.

Respectfully submitted,

HOLLAND & HART LLP



By: _____

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