

STATE OF NEW MEXICO.

ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED  
BY THE OIL CONSERVATION DIVISION FOR  
THE PURPOSE OF CONSIDERING:

Application of Spur Energy  
Partners, LLC, for Compulsory  
Pooling, Eddy County, New Mexico

Case No. 22025

Case No. 22026

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

JULY 1, 2021

This matter came on for hearing before the New Mexico Oil Conservation Division, William Brancard, Esq. Hearing Examiner, and John Garcia, Technical Examiner, on July 1, 2021, via the Webex Virtual Conferencing Platform hosted by the New Mexico Department of Energy, Minerals and Natural Resources.

Reported by: Mary Therese Macfarlane  
New Mexico CCR #122  
PAUL BACA COURT REPORTERS  
500 Fourth Street NW, Suite 105  
Albuquerque, New Mexico 87102  
(505) 843-9241

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A P P E A R A N C E S

FOR SPUR ENERGY PARTNERS, LLC:

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C O N T E N T S

CASE NOS. 22025, 22026	PAGE
CASE CALLED:	3
TAKEN UNDER ADVISEMENT:	5

E X H I B I T I N D E X

EXHIBITS:	ADMITTED
A Self-Affirmed Statement of Megan Pena (landman)	5
A-1 Application and Proposed Notice of Hearing	5
A-2 C-102s	5
A-3 Plat	5
A-4 Sample Well Proposal Letter	5
A-5 Summary of Communications	5
A-6 Hearing Notice Letter and Return Receipts	5
A-7 Affidavit of Publication	5
B Self-Affirmed Statement of C.J. Lipiniski	5
B-1 Location Map	5
B-2 Structure Map	5
B-3 Cross Section	5
B-4 Gunbarrel Schematic	5

1 (Time noted 10:26 a.m.)

2 EXAMINER BRANCARD: We have Items 22 and 23 on  
3 our docket today. This is Cases 22025, 22026, Spur Energy  
4 Partners, Hinkle, Shanor.

5 MR. RODRIGUEZ: Good morning. Michael Rodriguez  
6 for Spur Energy.

7 EXAMINER BRANCARD: You're looking a little  
8 informal, Mr. Rodriguez. You can put a jacket on, at  
9 least.

10 MR. RODRIGUEZ: I had some technical  
11 difficulties with -- I'm in between places right now, so I  
12 wasn't able to get time to put on my tie, but here I am.

13 EXAMINER BRANCARD: All right.

14 MR. RODRIGUEZ: Also, I would like to request  
15 that Case 22026 be consolidated with 22025 as they are  
16 companion cases.

17 EXAMINER BRANCARD: Yes, we will do that.

18 Are there any other parties or interested  
19 persons for Cases 22025 or 22026?

20 Hearing none, Mr. Rodriguez, you may  
21 proceed.

22 MR. RODRIGUEZ: Thank you.

23 In these cases Spur is seeking to  
24 compulsory pool interests within the Yeso Formation in the  
25 north half of Section 10, Township 19 South, Range 25 East

1 in Eddy County, New Mexico.

2 As addressed in the landman's affidavit  
3 there is a depth severance at a measured depth of 3,000  
4 feet within the Yeso Formation underlying the proposed  
5 units, and accordingly Case No. 22025 seeks to pool all  
6 uncommitted interests from a 3,000-foot measured depth to  
7 the base of the Yeso into a 320-acre horizontal spacing  
8 unit comprised of the north half of Section 10; and Case  
9 No. 22026 seeks to pool all uncommitted interests from the  
10 top of the Yeso to a depth of 3,000 feet into a 320-acre  
11 horizontal spacing unit comprised of the north half of  
12 Section 10.

13 The case packets submitted to the Division  
14 through the portal contain the compulsory pooling  
15 checklist.

16 Exhibit A is the landman's signed testimony  
17 that relate to land exhibits.

18 Exhibit B is the geologist's signed  
19 testimony and related geology exhibits.

20 And Attachments A-6 and A-7 of Exhibit A  
21 are a sample Notice of Hearing Letters and green cards,  
22 and the Affidavit of Publication reflecting that all those  
23 requirements have been met.

24 With that I ask that Exhibit A and B and  
25 the related attachments be admitted into the record and

1 Cases 22025 and 22026 be taken under advisement.

2 EXAMINER BRANCARD: Thank you.

3 Mr. Garcia, questions?

4 EXAMINER GARCIA: No questions.

5 EXAMINER BRANCARD: Mr. Garcia, do you  
6 understand the depth severances in these cases.

7 EXAMINER GARCIA: I do, and thank you for  
8 listing it in your checklist, as well.

9 MR. RODRIGUEZ: Of course.

10 EXAMINER BRANCARD: Thank you.

11 Once again, are there any other interested  
12 persons in Cases 22025 or 22026?

13 Hearing none, in Cases 22025 and 22026 the  
14 exhibits will be admitted into the record and the cases  
15 will be taken under advisement.

16 MR. RODRIGUEZ: Thank you. I'll have my tie and  
17 jacket pressed and ready to go for the next hearing.

18 EXAMINER BRANCARD: Thank you.

19 MR. RODRIGUEZ: Thank you.

20 (Time noted 10:30 a.m.)

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1 STATE OF NEW MEXICO ).

2 : SS

3 COUNTY OF TAOS )

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5 REPORTER'S CERTIFICATE

6 I, MARY THERESE MACFARLANE, New Mexico Reporter  
7 CCR No. 122, DO HEREBY CERTIFY that on Thursday, July 1,  
8 2021, the proceedings in the above-captioned matter were  
9 taken before me; that I did report in stenographic  
10 shorthand the proceedings set forth herein, and the  
11 foregoing pages are a true and correct transcription to  
12 the best of my ability and control.

13 I FURTHER CERTIFY that I am neither employed by  
14 nor related to nor contracted with (unless excepted by the  
15 rules) any of the parties or attorneys in this case, and  
16 that I have no interest whatsoever in the final  
17 disposition of this case in any court.

18

/s/ Mary Macfarlane

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MARY THERESE MACFARLANE, CCR  
NM Certified Court Reporter No. 122  
License Expires: 12/31/2021

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