

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

**APPLICATION OF STEWARD ENERGY II,
LLC FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.**

CASE NO. 23413

EXHIBIT INDEX

Compulsory Pooling Checklist

Exhibit A	Self-Affirmed Statement of Taylor Warren
A-1	Application & Proposed Notice of Hearing
A-2	C-102
A-3	Plat of Tracts, Tract Ownership, Pooled Parties, Unit Recapitulation
A-4	Sample Well Proposal Letter & AFE
A-5	Chronology of Contact
Exhibit B	Self-Affirmed Statement of Shane Seals
B-1	Location Map and San Andres Subsea Structure Map
B-2	Stratigraphic Cross Section
Exhibit C	Self-Affirmed Statement of Dana S. Hardy
C-1	Sample Notice Letter to All Interested Parties
C-2	Chart of Notice to All Interested Parties
C-3	Copies of Certified Mail Receipts and Returns
C-4	Affidavit of Publication for March 15, 2023

COMPULSORY POOLING APPLICATION CHECKLIST**ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS**

Case: 23413	APPLICANT'S RESPONSE
Date	April 6, 2023
Applicant	Steward Energy II, LLC
Designated Operator & OGRID (affiliation if applicable)	OGRID # 371682
Applicant's Counsel:	Hinkle Shanor LLP
Case Title:	Application of Steward Energy II, LLC for Compulsory Pooling, Lea County, New Mexico.
Entries of Appearance/Intervenors:	None.
Well Family	Lawyer Up
Formation/Pool	
Formation Name(s) or Vertical Extent:	San Andres
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	San Andres
Pool Name and Pool Code:	Bronco; San Andres South Pool (Code 7500)
Well Location Setback Rules:	Statewide
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	320-acre
Building Blocks:	quarter-quarter
Orientation:	North/South
Description: TRS/County	W/2 of Section 10, Township 13 South, Range 38 East, Lea County
Standard Horizontal Well Spacing Unit (Y/N), If No, describe <u>and is approval of non-standard unit requested in this application?</u>	Yes.
Other Situations	
Depth Severance: Y/N. If yes, description	No.
Proximity Tracts: If yes, description	Yes. The completed interval of the Lawyer Up Fee 5H well will be located within 330' of the quarter-quarter section line separating the W/2 W/2 and E/2 W/2 of Section 10 to allow for the creation of a 320-acre standard horizontal spacing unit.
Proximity Defining Well: if yes, description	Lawyer Up Fee 5H
Applicant's Ownership in Each Tract	Exhibit A-3
Well(s)	
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	Add wells as needed
Well #1	Lawyer Up Fee 5H (API # pending) SHL: 421' FNL & 2609' FEL (Unit B), Section 15, T13S-R38E BHL: 100' FNL & 1435' FWL (Unit C), Section 10, T13S-R38E Completion Target: San Andres (Approx. 5300' TVD)
Horizontal Well First and Last Take Points	Exhibit A-2

Completion Target/Formation TWD and MP) <i>Received by OGD: 4/3/2023 4:51:37 PM</i>	Exhibit A-4	<i>Page 3 of 40</i>
AFE Capex and Operating Costs		
Drilling Supervision/Month \$	\$7,000.00	
Production Supervision/Month \$	\$700.00	
Justification for Supervision Costs	Exhibit A	
Requested Risk Charge	200%	
Notice of Hearing		
Proposed Notice of Hearing	Exhibit A-1	
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit C-1, Exhibit C-2, Exhibit C-3	
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit C-4	
Ownership Determination		
Land Ownership Schematic of the Spacing Unit	Exhibit A-3	
Tract List (including lease numbers and owners)	Exhibit A-3	
If approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) of Tracts subject to notice requirements.	N/A	
Pooled Parties (including ownership type)	Exhibit A-3	
Unlocatable Parties to be Pooled	None.	
Ownership Depth Severance (including percentage above & below)	N/A	
Joinder		
Sample Copy of Proposal Letter	Exhibit A-4	
List of Interest Owners (ie Exhibit A of JOA)	Exhibit A-3	
Chronology of Contact with Non-Joined Working Interests	Exhibit A-5	
Overhead Rates In Proposal Letter	N/A	
Cost Estimate to Drill and Complete	Exhibit A-4	
Cost Estimate to Equip Well	Exhibit A-4	
Cost Estimate for Production Facilities	Exhibit A-4	
Geology		
Summary (including special considerations)	Exhibit B	
Spacing Unit Schematic	Exhibit B-1	
Gunbarrel/Lateral Trajectory Schematic	Exhibit B-1	
Well Orientation (with rationale)	Exhibit B	
Target Formation	Exhibit B	
HSU Cross Section	Exhibit B-1	
Depth Severance Discussion	N/A	
Forms, Figures and Tables		
C-102	Exhibit A-2	
Tracts	Exhibit A-3	
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit A-3	
General Location Map (including basin)	Exhibit B-1	
Well Bore Location Map	Exhibit B-1	

Received by OCD: 4/3/2023 4:51:34 PM Structure Contour Map Subsea Depth	Exhibit B-1	Page 4 of 40
Cross Section Location Map (including wells)	Exhibit B-1	
Cross Section (including Landing Zone)	Exhibit B-2	
Additional Information		
Special Provisions/Stipulations		
CERTIFICATION: I hereby certify that the information provided in this checklist is complete and accurate.		
Printed Name (Attorney or Party Representative):	Dana S. Hardy	
Signed Name (Attorney or Party Representative):	/s/ Dana S. Hardy	
Date:		4/3/2023

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

**APPLICATION OF STEWARD ENERGY II,
LLC FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO**

CASE NO. 23413

**SELF-AFFIRMED STATEMENT
OF TAYLOR WARREN**

1. I am a land manager with Steward Energy II, LLC (“Steward”). I am over the age of 18, have personal knowledge of the matters addressed herein, and am competent to provide this Self-Affirmed Statement, I have previously testified before the New Mexico Oil Conservation Division (“Division”) and my credentials as an expert in petroleum land matters were accepted and made a matter of record.

2. I am familiar with the land matters involved in the above-referenced case. Copies of Steward’s Application and proposed hearing notice are attached as **Exhibit A-1**.

3. None of the parties proposed to be pooled in this case indicated opposition to this matter proceeding by affidavit, therefore I do not expect any opposition at hearing.

4. Steward seeks an order pooling all uncommitted interests in the Bronco; San Andres South Pool (Code 7500) within the San Andres formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the W/2 of Section 10, Township 13 South, Range 38 East, Lea County, New Mexico (“Unit”).

5. The Unit will be dedicated to the **Lawyer Up Fee 5H** well (“Well”), which will be horizontally drilled from a surface hole location in the NW/4 NE/4 (Unit B) of Section 15, Township 13 South, Range 38 East, to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 10, Township 13 South, Range 38 East.

**Steward Energy II, LLC
Case No. 23413 - Exhibit A**

6. The completed interval of the Well will be located within 330' of the quarter-quarter section line separating the W/2 W/2 and E/2 W/2 of Section 10 to allow for the creation of a 320-acre standard horizontal spacing unit. The completed interval of the Well will be orthodox.

7. **Exhibit A-2** contains the C-102 for the Well.

8. **Exhibit A-3** contains a plat identifying ownership by tract in the Unit. This exhibit also includes any applicable lease numbers, a unit recapitulation, and the interests Steward seeks to pool highlighted in yellow.

9. Steward located an address for each party it seeks to pool, but it is unclear whether each address is valid since some of the hearing notice letters were returned as undeliverable. As discussed below, Steward conducted extensive research to locate the parties it seeks to pool.

10. With respect to Steward's efforts to locate parties, Steward conducted a diligent search of all relevant county public records, phone directories and computer databases a landman in the normal course of business would search. Over the course of several years since leasing activity began, the lease broker, Shaw Interests, Inc., and our in-house Landman, Cooper Newlan, each conducted their own diligent searches, and worked in conjunction, to locate unlocatable parties. Each used <https://www.google.com/> to obtain as many details as possible prior to conducting searching on websites that included the following:

<https://accurint.com/> (a Lexis-Nexis paid subscription search service)

<https://www.ancestry.com/>

<https://www.familysearch.org/en/>

<https://www.findagrave.com/>

<https://www.legacy.com/>

<https://www.newspapers.com/>

<https://www.whitepages.com/>

11. Shaw Interests, Inc. sent correspondence and lease offer packages to confirmed and prospective addresses. Additionally, telephone calls were made in an attempt to reach the relatives/heirs.

12. **Exhibit A-4** contains a sample well proposal letter and AFE sent to working interest owners for the Well. The estimated costs reflected on the AFE are fair and reasonable and comparable to the cost of other wells of similar depth and length drilled in the subject formation in the area.


13. In my opinion, Steward made a good-faith effort to reach voluntary joinder of uncommitted interests in the Well as indicated by the chronology of contact described in **Exhibit A-5**.

14. Steward requests overhead and administrative rates of \$7,000.00 per month while the Well is being drilled and \$700.00 per month while the Well is producing. These rates are fair and are comparable to the rates charged by Steward and other operators in the vicinity.

15. The attached exhibits were either prepared by me or under my supervision or were compiled from company business records.

16. In my opinion, the granting of Steward's application would serve the interests of conservation, the protection of correlative rights, and the prevention of waste.

17. I understand this Self-Affirmed Statement will be used as written testimony in this case. I affirm that my testimony above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.


Taylor Warren

04.03.2023
Date

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

**APPLICATION OF STEWARD ENERGY II,
LLC FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO**

CASE NO. 23413

APPLICATION

Pursuant to NMSA § 70-2-17, Steward Energy II, LLC (OGRID No. 371682) (“Applicant”) applies for an order pooling all uncommitted interests in the San Andres formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the W/2 of Section 10, Township 13 South, Range 38 East, Lea County, New Mexico (“Unit”). In support of its application, Steward states the following:

1. Applicant is a working interest owner in the Unit and has the right to drill wells thereon.
2. The Unit will be dedicated to the **Lawyer Up Fee #5H** well, to be drilled from a surface hole location in the NW/4 NE/4 (Unit B) of Section 15, Township 13 South, Range 38 East, to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 10, Township 13 South, Range 38 East.
3. The completed interval of the Well will be orthodox.
4. The completed interval of the well will be located within 330’ of the quarter-quarter section line separating the W/2 W/2 and E/2 W/2 of Section 10 to allow for the creation of a 320-acre standard horizontal spacing unit.
5. Applicant has undertaken diligent, good-faith efforts to obtain voluntary agreements from all interest owners to participate in the drilling of the Well but has been unable to obtain voluntary agreements from all interest owners.

**Steward Energy II, LLC
Case No. 23413 - Exhibit A-1**

6. The pooling of uncommitted interests will avoid the drilling of unnecessary wells, prevent waste, and protect correlative rights.

7. In order to allow Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, all uncommitted mineral interests in the Unit should be pooled and Applicant should be designated the operator of the Well and Unit.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on April 6, 2023, and, after notice and hearing as required by law, the Division enter an order:

- A. Pooling all uncommitted interests in the Unit;
- B. Approving the Well in the Unit;
- C. Designating Applicant as operator of the Unit and the Well to be drilled thereon;
- D. Authorizing Applicant to recover its costs of drilling, equipping and completing the Well;
- E. Approving the actual operating charges and costs of supervision while drilling and after completion, together with a provision adjusting the rates pursuant to the COPAS accounting procedures; and
- F. Imposing a 200% penalty for the risk assumed by Applicant in drilling and completing the Well against any working interest owner who does not voluntarily participate in the drilling of the Well.

Respectfully submitted,

HINKLE SHANOR LLP

/s/ Dana S. Hardy

Dana S. Hardy

Jaclyn M. McLean

Yarithza Peña

P.O. Box 2068

Santa Fe, NM 87504-2068

Phone: (505) 982-4554

dhardy@hinklelawfirm.com

jmclean@hinklelawfirm.com

ypena@hinklelawfirm.com

Counsel for Steward Energy II, LLC

Application of Steward Energy II, LLC for Compulsory Pooling, Lea County, New Mexico.

Applicant seeks an order pooling all uncommitted interests in the San Andres Formation underlying a 320-acre, more or less standard horizontal spacing unit comprised of the W/2 of Section 10, Township 13 South, Range 38 East, Lea County, New Mexico ("Unit"). The Unit will be dedicated to the **Lawyer Up Fee #5H** well, which will be drilled from a surface hole location in the NW/4 NE/4 (Unit B) of Section 15, Township 13 South, Range 38 East, to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 10, Township 13 South, Range 38 East. The completed interval of the well will be orthodox. The completed interval of the well will be located within 330' of the quarter-quarter section line separating the W/2 W/2 and E/2 W/2 of Section 10 to allow for the creation of a 320-acre standard horizontal spacing unit. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost, the designation of Applicant as the operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The well is located approximately 13.6 miles southeast of Tatum, New Mexico.

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office
☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number	² Pool Code 7500	³ Pool Name BRONCO; SAN ANDRES, SOUTH
⁴ Property Code	⁵ Property Name LAWYER UP FEE	⁶ Well Number 5H
⁷ OGRID No. 16696	⁸ Operator Name STEWARD ENERGY II, LLC	⁹ Elevation 3808'

¹⁰ Surface Location

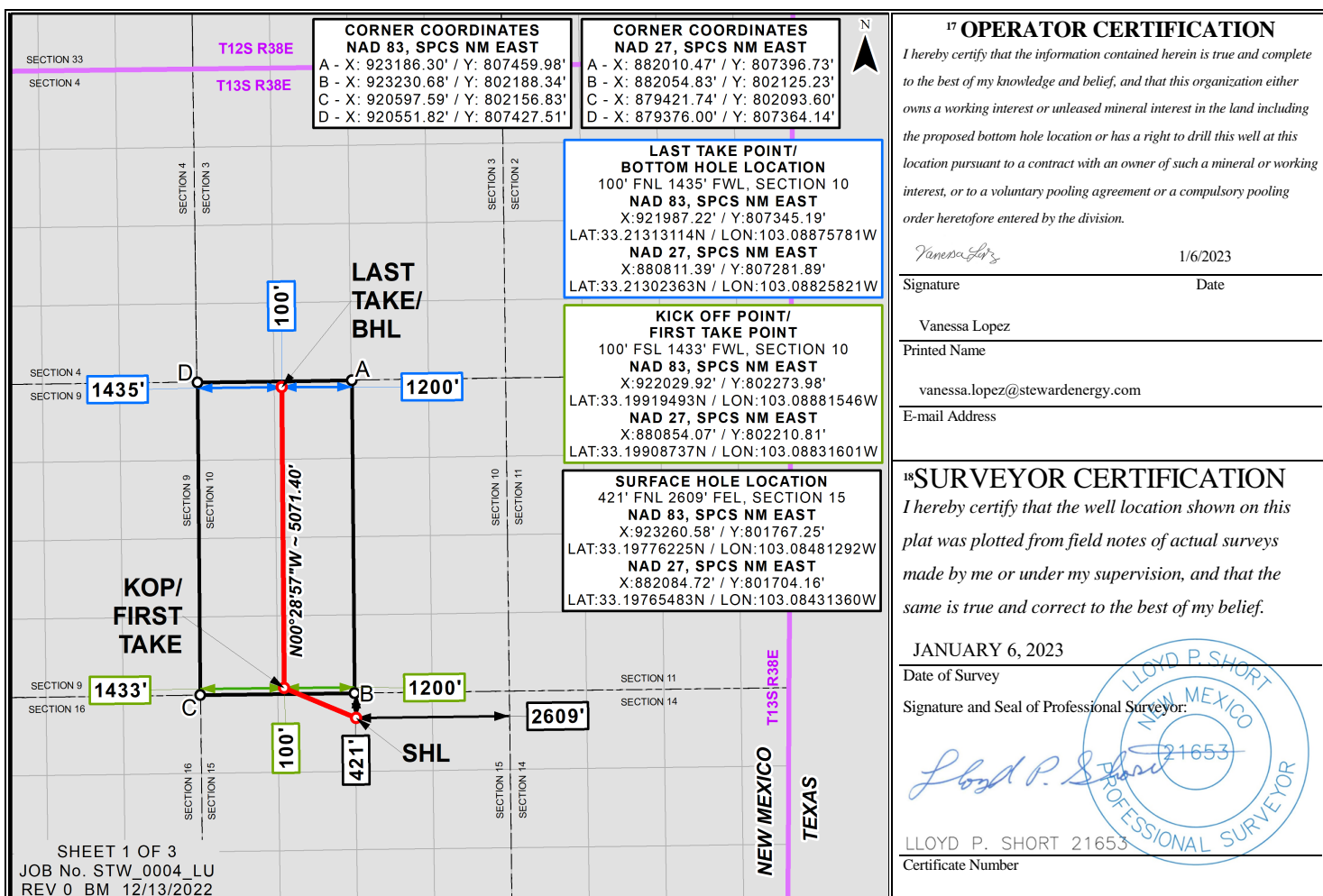
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
B	15	13S	38E		421	NORTH	2609	EAST	LEA

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	10	13S	38E		100	NORTH	1435	WEST	LEA

¹² Dedicated Acres 320.0	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

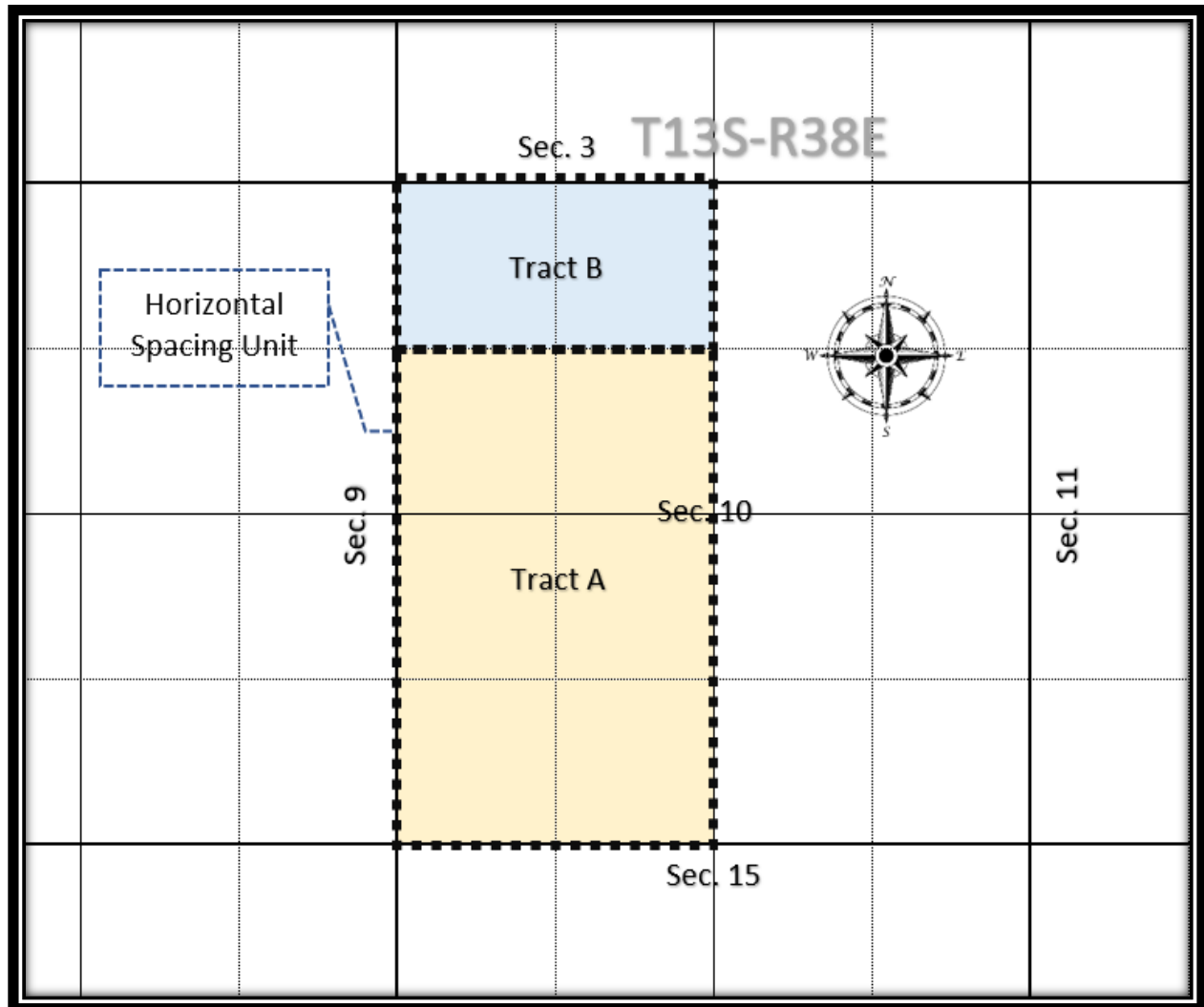


Distances/areas relative to NAD 83 Combined Scale Factor: 0.99989398 Convergence Angle: 0°41'0.000"

Steward Energy II, LLC
Case No. 23413 - Exhibit A-2

EXHIBIT A-3

Lawyer Up Fee
W/2 of Section 10, T13S-R38E, N.M.P.M
Lea Co., NM



Steward Energy II, LLC
Case No. 23413 - Exhibit A-3

EXHIBIT A-3

Tract A - (W/2, SAVE & EXCEPT the N/2 of the NW/4 of Section 10, T13S-R38E, being 240.00 Acres)

Steward Energy II, LLC	WI	100.000000%
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Tract B - (N/2 of the NW/4 of Section 10, T13S-R38E, being 80.00 Acres)

Steward Energy II, LLC	WI	95.833332%
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EXHIBIT A-3

Tract A

(W/2, SAVE & EXCEPT the N/2 of the NW/4 of Section 10, T13S-R38E, being 240.00 Acres)

Committed

<u>Owner</u>	<u>Type</u>	<u>Ownership</u>	<u>Status</u>
Steward Energy II, LLC	WI	100.000000%	Committed
		Total:	100.000000%

Uncommitted

<u>Owner</u>	<u>Type</u>	<u>Ownership</u>	<u>Status</u>
		Total:	0.000000%
		Grand Total:	100.00000%

Tract B

(N/2 of the NW/4 of Section 10, T13S-R38E, being 80.00 Acres)

Committed

<u>Owner</u>	<u>Type</u>	<u>Ownership</u>	<u>Status</u>
Steward Energy II, LLC	WI	95.833332%	Committed
		Total:	95.833332%

Uncommitted

<u>Owner</u>	<u>Type</u>	<u>Ownership</u>	<u>Status</u>
Allante Joint Venture	WI	0.919792%	Committed - AFE Executed
Armstrong Energy Corporation	WI	0.002083%	Uncommitted
Chimney Rock Oil & Gas LLC	WI	0.004613%	Uncommitted
Cinco Ranch Oil & Gas LLC	WI	0.100000%	Uncommitted
Davis Holdings L.P.	WI	0.230208%	Uncommitted
Estate of David H. Essex	WI	0.166667%	Committed - AFE Executed
Fasken Land & Minerals, Ltd.	WI	1.666667%	Uncommitted

Gunsight Limited Partnership	WI	0.097125%	Uncommitted
Rio Potomac Investments, LLC	WI	0.015367%	Uncommitted
Robert E. Landreth	WI	0.250000%	Uncommitted
Slash Exploration Limited Partnership	WI	0.714146%	Uncommitted
		Total:	4.166668%
		Grand Total:	100.00000%

Recapitulation

Committed

<u>Owner</u>	<u>Type</u>	<u>Ownership</u>
Steward Energy II, LLC	WI	98.958333%
Total:		98.958333%

Uncommitted

<u>Owner</u>	<u>Type</u>	<u>Ownership</u>
Allante Joint Venture	WI	0.229948%
Armstrong Energy Corporation	WI	0.000521%
Chimney Rock Oil & Gas LLC	WI	0.001153%
Cinco Ranch Oil & Gas LLC	WI	0.025000%
Davis Holdings L.P.	WI	0.057552%
Estate of David H. Essex	WI	0.041667%
Fasken Land & Minerals, Ltd.	WI	0.416667%
Gunsight Limited Partnership	WI	0.024281%
Rio Potomac Investments, LLC	WI	0.003842%
Robert E. Landreth	WI	0.062500%
Slash Exploration Limited Partnership	WI	0.178537%
Total:		1.041667%
Grand Total:		100.000000%



*****VIA CERTIFIED U.S.P.S. MAIL #7022 0410 0003 5083 0368*****

February 3, 2023

**Re: Steward Energy II, LLC
Well Proposal – LAWYER UP FEE #5H
W/2 of Section 10, Township 13 South, Range 38 East, N.M.P.M.
Lea County, New Mexico**

Estate of David H. Essex
1707 Prairie Mark Lane
Houston, TX 77077

Dear Working Interest Owner,

This letter will serve as notice regarding the plans of Steward Energy II, LLC (“Steward”) to drill the LAWYER UP FEE #5H (“Well”) as a horizontal well, targeting the San Andres Formation with an approximate total depth drilled of 5,300 feet. The Well’s surface hole will be located approximately 670 feet from the north boundary line and 1200’ feet from the west boundary line of Section 15, Township 13 South, Range 38 East, N.M.P.M. and is subject to change based on final determination. The producing intervals of the Well will be located within a standard horizontal spacing unit described as being the West Half (W/2) of Section 10, Township 13 South, Range 38 East, N.M.P.M. (“Spacing Unit”). The Well’s first take point will be located approximately 100 feet from the south boundary line and 1200 feet from the west boundary line of the Spacing Unit. The Well’s last take point will be located approximately 100 feet from the north boundary line and 1200 feet from the west boundary line of the Spacing Unit.

Steward’s ownership records indicate that you own a working interest within the Spacing Unit, and as a working interest owner you are offered participation in the Well based upon your proportionate interest in the Spacing Unit. Your proportionate interest and share of cost in the Well are noted at the bottom of the attached Authorization for Expenditure (“AFE”). The itemized cost of the Well is listed on the AFE, and the total cost for drilling is \$2,722,500, with an additional \$2,112,693 to complete the well (Total \$4,835,193). *This AFE is an estimate only and by execution of same, you commits to pay its proportionate share of actual cost incurred.*

Please indicate your election as to your participation in the Well by checking the appropriate box in the space provided below and returning the second page of this letter to Steward using the enclosed envelope. In the event you elect to participate in the well, please also sign the bottom of the attached AFE, and include it within the envelope as well.

Well Proposal
Lawyer Up Fee 5H
February 3, 2022

Please be advised that Steward has requested a risk penalty in accordance with New Mexico law.

Your election must be received by Steward within 30 days of the date this proposal was received by you. Failure to respond within 30 days shall be deemed an election NOT to participate. Please send your election to:

Steward Energy II, LLC
Land Department
2600 N. Dallas Parkway, Suite 400
Frisco, Texas 75094

For questions regarding this well proposal please contact the Land Department via email land@stewardenergy.net or call (214) 297-0500.

Respectfully,

Keri K. Sweet, CPL
Sr. Landman

Attachment

Proportionate Interest: 0.041667%

The undersigned elects **to** ☐ **not to** ☐ participate in the LAWYER UP FEE #5H well with their proportionate interest.

Estate of David H. Essex

By: _____ Date: _____



AUTHORIZATION FOR EXPENDITURE

Well Name:	Lawyer Up Fee 5H					
Operator:	Steward Energy II, LLC				AFE Number:	2304010DR
Well Type:	Oil		AFE Type:	Development Drig/Comp		AFE Date: 10/31/2022
Legal:	Section 10: W/2, Township 13 South, Range 38 East		Prop. Depth:	5300.00 TVD, 10965.18 MD		County, State: Lea, NM
			Field:	Bronco; San Andres, South		Prep. By: Tim Hilton
Surface Location:	Long.	-103.08481292	Lat.	33.19776225	XLoc: 923260.58	YLoc: 801767.25
Bottom Hole Location:	Long.	-103.08875781	Lat.	33.21313114	XLoc: 921987.22	YLoc: 807345.19
Project Description:						

Justification:

Drill & Complete a 1 mile San Andres horizontal

Account #	Cost Breakdown	Drilling	Dry Hole	Completion Cost	Workover	Total
8200.100	Land, Surveying & Legal	\$25,500	\$25,500			\$25,500
8200.101	Abstract, Title & Permit	\$80,000	\$80,000			\$80,000
8200.102	ROW & Surface Damages	\$30,000	\$30,000			\$30,000
8200.103	Road, Pad Location & Pit Building	\$78,500	\$78,500			\$78,500
8200.104	Environ, Reg & Safety	\$4,500	\$4,500			\$4,500
8200.105	Well Insurance	\$2,200	\$2,200			\$2,200
8200.113	Contract Labor	\$5,850	\$5,850			\$5,850
8200.114	Consulting Services & Contract Supervision	\$50,500	\$50,500			\$50,500
8200.120	Vacuum & Pump Truck	\$2,500	\$2,500			\$2,500
8200.122	Material Transportation	\$8,400	\$8,400			\$8,400
8200.126	Fuel	\$44,600	\$44,600			\$44,600
8200.131	Chemical-Downhole Treating	\$2,160	\$2,160			\$2,160
8200.132	Mud & Additives	\$35,000	\$35,000			\$35,000
8200.140	Mob/Demob	\$95,000	\$95,000			\$95,000
8200.141	Mud Disposal/Pit Closure	\$150,000	\$150,000			\$150,000
8200.142	Trailer Rental, Camp & Catering	\$26,700	\$26,700			\$26,700
8200.144	Drilling Rig - Daywork or Footage	\$168,000	\$168,000			\$168,000
8200.149	Bits, Mills & Reamers	\$23,500	\$23,500			\$23,500
8200.151	Directional Services	\$95,000	\$95,000			\$95,000
8200.160	Casing Crews & Services	\$18,700	\$18,700			\$18,700
8200.161	Cementing Services	\$96,000	\$96,000			\$96,000
8200.169	Water Transfer	\$6,000				\$6,000
8200.170	Water Purchase	\$24,000	\$24,000			\$24,000
8200.175	Surface Equipment Rental & Services	\$88,800	\$88,800			\$88,800
8200.193	Downhole Inspection/Testing - Casing, Tubing & Rods	\$22,650	\$22,650			\$22,650
8200.301	Overhead	\$8,000	\$8,000			\$8,000
IDC Total:		\$1,186,060	\$1,186,060			\$1,192,060
8250.200	Conductor/Drive Pipe	\$20,600	\$20,600			\$20,600
8250.201	Surface Casing	\$118,289	\$118,289			\$118,289
8250.203	Production Casing	\$579,864	\$579,864			\$579,864
8250.205	Wellhead Equipment, Flow Tee & Meter Run	\$19,880	\$19,880			\$19,880

Well Name: Lawyer Up Fee 5H		AFE No: 2304010DR		Page 2
8250.214	Other Downhole Equipment	\$182,000	\$182,000	\$182,000
TDC Total:		\$920,633	\$920,633	\$920,633
Development Drlg/Comp Total:		\$2,106,693	\$2,106,693	\$2,112,693
8300.114	Consulting Services & Contract Supervision			\$55,000
8300.120	Vacuum & Pump Truck			\$10,000
8300.122	Material Transportation			\$25,000
8300.126	Fuel			\$4,000
8300.131	Chemicals - Downhole Treating			\$2,500
8300.142	Trailer Rental, Camp & Catering			\$4,000
8300.143	Well Control - BOP, Isolation Assy			\$70,000
8300.146	Completion/Workover Rig			\$30,450
8300.148	Reverse Unit			\$10,000
8300.169	Water Transfer	\$45,000		\$45,000
8300.170	Water Purchase			\$155,250
8300.171	Stimulation - Frac, Acid, Gravel Pack			\$1,488,000
8300.175	Surface Equipment Rental & Services			\$45,000
8300.176	Downhole Equipment Rental & Services			\$55,000
8300.179	Elect & Generator R&M			\$25,000
ICC Total:				\$2,024,200
8350.205	Wellhead Equipment, Flow Tee & Meter Run	\$20,000		\$20,000
8350.206	Tubing			\$68,300
8350.211	Electric Submersible Pumps			\$265,500
8350.221	Surface VSD, Transformer, POC & Associated Equipment			\$32,000
8350.234	Surface Pump & LACT's			\$2,500
TCC Total:				\$388,300
8600.100	Land, Surveying, & Legal	\$4,500		\$4,500
8600.102	ROW & Surface Damages	\$9,000		\$9,000
8600.111	Company Supervision	\$4,500		\$4,500
8600.120	Vaccum & Pump Truck	\$4,500		\$4,500
8600.122	Material Transportation	\$2,000		\$2,000
8600.175	Surface Equipment Rental & Services	\$2,500		\$2,500
IFC Total:				\$27,000
8650.222	Instrumentation & Meters	\$14,500		\$14,500
8650.223	SCADA & Communications	\$5,000		\$5,000
8650.224	Electrial Installation & Power Generation	\$15,000		\$15,000
8650.229	Prod & SWD Facility Inst.	\$70,000		\$70,000
8650.231	Separator, Heater Treater, FWKO	\$80,000		\$80,000
8650.233	Flowline & Gethering Lines	\$18,500		\$18,500
8650.235	Miscellaneous Non-Controllable - Pipe, Valves & Fittings	\$80,000		\$80,000
TFC Total:				\$283,000
Development Drlg/Comp Total:				\$2,722,500
		Development Drlg/Comp Total:		\$4,835,193
Net %:		0.041667%	Net Total:	\$2,015

Approved by:Signature

Estate of David H. Essex:Date:

Date:

This AFE is an estimate only and non-operator, by execution of same, commits to pay its proportionate share of actual cost incurred.

EXHIBIT A-5

Chronology of contact with locatable uncommitted interest

- November 2017 – Steward Energy II, LLC acquired title to twelve (12) oil and gas leases, from PPC Operating Company LLC, effective 11/1/2017, and begins to extend these acquired leases. Steward Energy II, LLC also begins to acquire oil and gas leases from the remaining unleased mineral owners. There were originally 34 unleased mineral owners located in Tracts A and B.
- August 29, 2022 – Steward Energy II, LLC sends the Lawyer Up Fee 5H well proposals to the uncommitted owners via certified U.S. Mail.
- January 2023 – Through title curative, Steward Energy II, LLC discovers two (2) oil and gas leases that were held by production, as to the N/2 of the NW/4 of Section 10, Township 13 South, Range 38 East, from the Grande #001, operated by Fasken Oil & Ranch Ltd., located in the SW/4 of Section 3, Township 13 South, Range 38 East.
- February 2023 – Steward Energy II, LLC sends the Lawyer Up Fee 5H well proposals to the new discovered uncommitted owners via certified U.S. Mail.
- Feb. - March 2023 – Steward Energy II, LLC is in active discussions regarding acquiring the interest of the following uncommitted owners: Armstrong Energy Corporation, Chimney Rock Oil & Gas LLC, Cinco Ranch Oil & Gas LLC, Gunsight Limited Partnership, Rio Potomac Investments, LLC and Slash Exploration Limited Partnership.
- March 2023 – Steward Energy II, LLC finishes acquiring oil and gas leases from the remaining unleased mineral owners in Tracts A and B.

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

**APPLICATION OF STEWARD ENERGY II,
LLC FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO**

CASE NO. 23413

**SELF-AFFIRMED STATEMENT
OF SHANE SEALS**

1. I am a geologist at Steward Energy II, LLC (“Steward”) and am over 18 years of age. I have personal knowledge of the matters addressed herein and am competent to provide this Self-Affirmed Statement. I have previously testified before the New Mexico Oil Conservation Division (“Division”), and my credentials as an expert in petroleum geology matters were accepted and made a matter of record.

2. I am familiar with the geological matters that pertain to the above-referenced case.

3. **Exhibit B-1** is a location map of the proposed horizontal spacing unit (“Unit”) within the San Andres formation. The approximate wellbore paths for the proposed **Lawyer Up Fee 5H** well (“Well”) is represented by a light green dashed line. Existing producing wells in the targeted interval are represented by thin, light blue solid lines.

4. **Exhibit B-1** also contains a subsea structure map for the top of the Pi Marker in the San Andres formation that is representative of the targeted interval within the formation. The data points are indicated by red circles. The approximate wellbore path for the Well is depicted by a light green dashed line. The map demonstrates the formation is gently dipping to the south in this area. I do not observe any faulting, pinch-outs, or geologic impediments to developing the targeted intervals with horizontal wells.

**Steward Energy II, LLC
Case No. 23413 - Exhibit B**

5. **Exhibit B-1** identified three wells penetrating the targeted interval I used to construct a stratigraphic cross-section from A to A'. I used these well logs because they penetrate the targeted interval, are of good quality, and are representative of the geology in the area.

6. **Exhibit B-2** is a stratigraphic cross-section using the representative wells identified on **Exhibit B-1**. It contains gamma ray, resistivity, and porosity logs. The proposed landing zone for the Well is labeled on the exhibit. This cross-section demonstrated the target interval is continuous across the Unit.

7. In my opinion, a standup orientation for the Well is appropriate to properly develop the subject acreage because of consistent rock properties throughout the Unit and slightly dominant stress regime that yields a preferred fracture orientation in this portion of the trend.

8. Based on my geologic study of the area, the targeted interval underlying the Unit is suitable for development by horizontal wells and the tracts comprising the Unit will contribute more or less equally to the production of the Well.

9. In my opinion, the granting of Steward's application will serve the interests of conservation, the protection of correlative rights, and the prevention of waste.

10. The exhibits attached hereto were either prepared by me or under my supervision or were compiled from company business records.

11. I understand this Self-Affirmed Statement will be used as written testimony in this case. I affirm my testimony above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date identified next to my signature below.



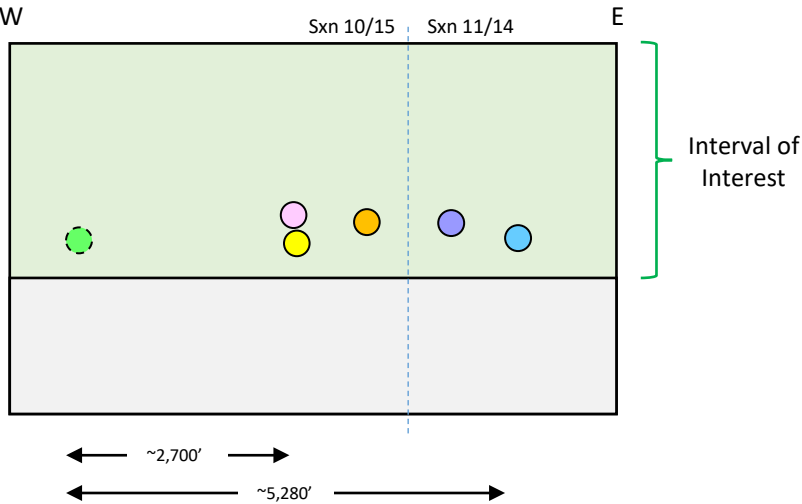
Shane Seals

03/27/23

Date

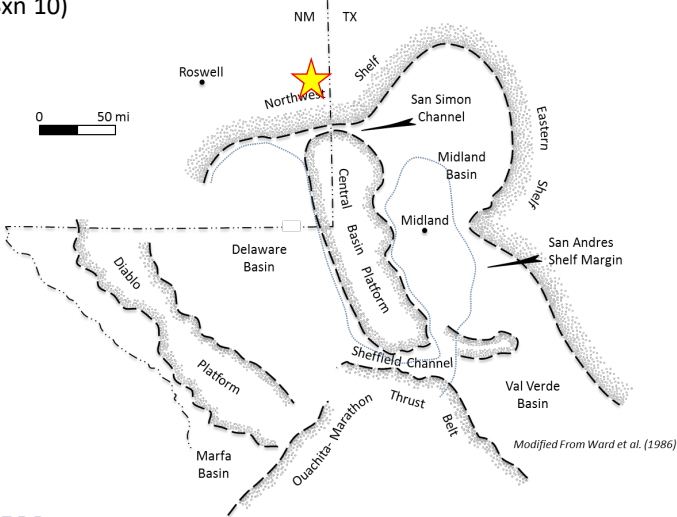
Gun Barrel

(Not to scale - Refer to map for orientation)



- Proposed Lawyer Up Fee #5H (Sxn 10)
- Huell Fee #5H (Sxn 15) (Steward Energy)
- Wexler Fee #1H (Sxn 10) (Steward Energy)
- Babineaux Fee #2H (Sxn 15) (Steward Energy)
- Babineaux Fee #1H (Sxn 15) (Steward Energy)
- Gustavo Fee #6H (Sxn 11/14) (Steward Energy)
- Gustavo Fee #5H (Sxn 11/14) (Steward Energy)

Permian Basin System



Top San Andres Pi
Marker Present



Proposed Lawyer Up Fee #5H
(Arrow towards BHL)



Steward Energy
(Lawyer Up) Acreage



Producing Horizontal San
Andres Well
(Well Symbol at BHL)

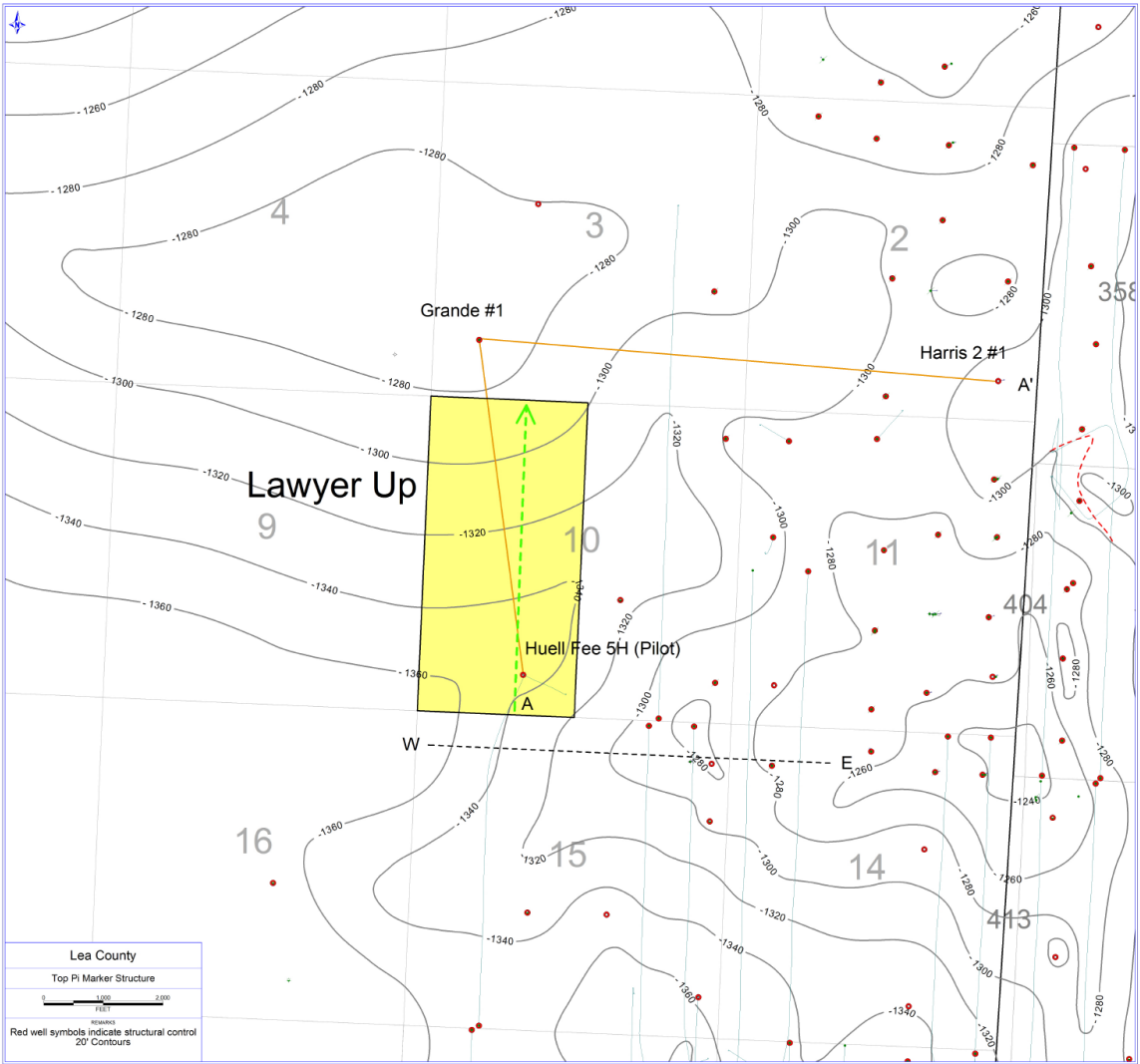
20' Contour Interval

0 ft 2,000 ft



Gun Barrel

Cross Section



Lea County

Top Pi Marker Structure

0 1000 2000

FEET

REMARKS

Red well symbols indicate structural control

20' Contours

Steward Energy II, LLC

Case No. 23413 - Exhibit B-1



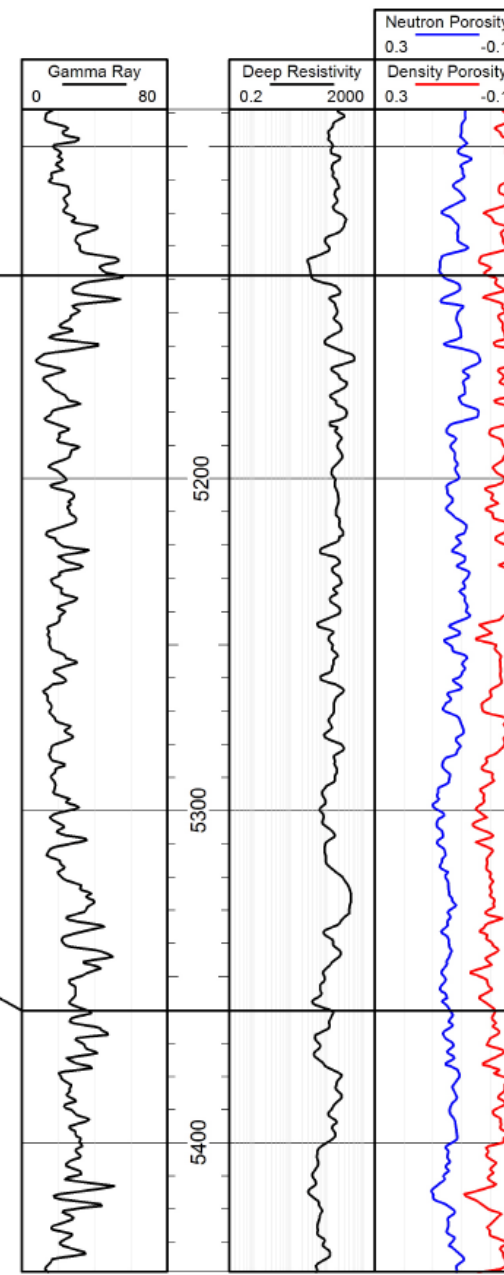
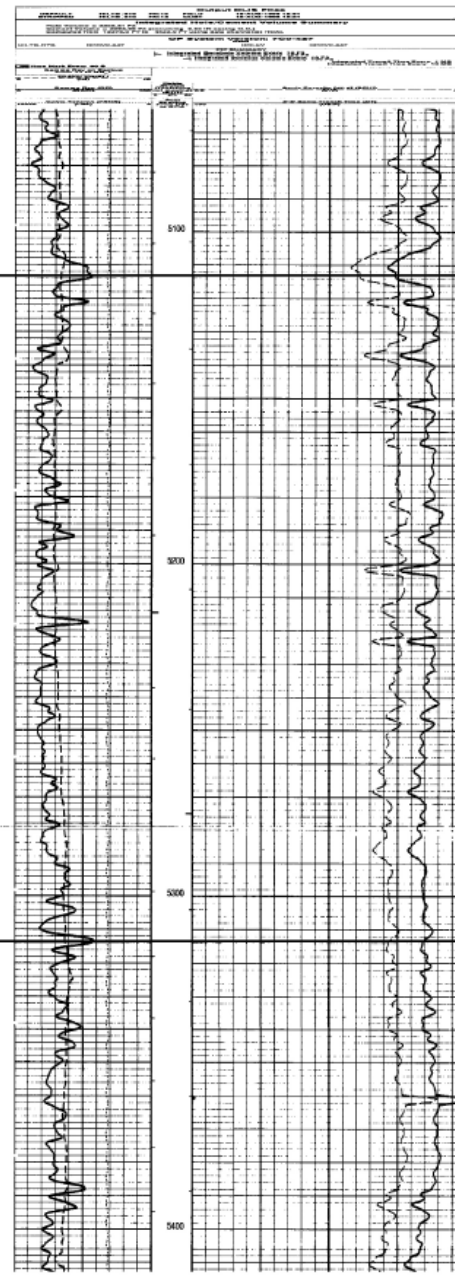
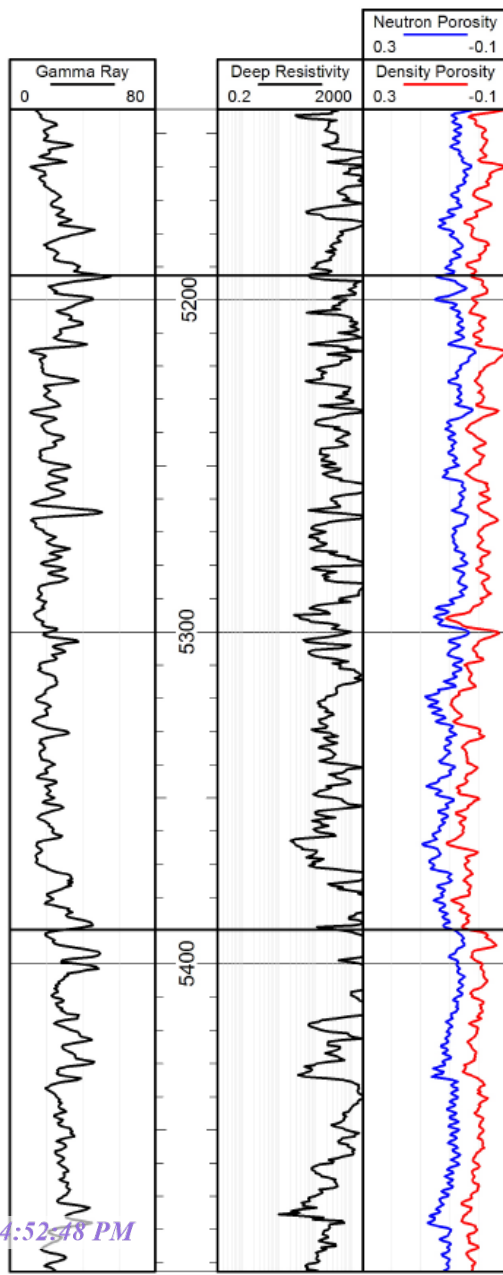
A'

HUELL FEE 5H (PILOT)
30025497750001
STEWARD ENERGY II

GRANDE #1
30025335020000
FASKEN BARBARA

HARRIS 2 #1
30025387230000
FASKEN OIL&RANCH LTD

Interval
of
Interest



Steward Energy II, LLC
Case No. 23413 - Exhibit B-2

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

**APPLICATION OF STEWARD ENERGY II,
LLC FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.**

CASE NO. 23413

**SELF-AFFIRMED STATEMENT
OF DANA S. HARDY**

1. I am attorney in fact and authorized representative of Steward Energy II, LLC, the Applicant herein.
2. I am familiar with the Notice Letter attached as **Exhibit C-1** and caused the Notice Letter, along with the Application in this case, to be sent to the parties set out in the chart attached as **Exhibit C-2**.
3. Exhibit C-2 also provides the date each Notice Letter was sent and the date each return was received.
4. Copies of the certified mail green cards and white slips are attached as **Exhibit C-3** as supporting documentation for proof of mailing and the information provided on Exhibit C-2.
5. On March 15, 2023, I caused a notice to be published to all interested parties in the Hobbs News-Sun. An Affidavit of Publication from the Legal Clerk of the Hobbs News-Sun, along with a copy of the notice publication, is attached as **Exhibit C-4**.
6. I understand this Self-Affirmed Statement will be used as written testimony in the subject cases. I affirm that my testimony above is true and correct and it made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.

/s/ Dana S. Hardy
Dana S. Hardy

April 3, 2023
Date

**Steward Energy II, LLC
Case No. 23413
Exhibit C**



hinklelawfirm.com

HINKLE SHANOR LLP

ATTORNEYS AT LAW

P.O. BOX 2068

SANTA FE, NEW MEXICO 87504

505-982-4554 (FAX) 505-982-8623

WRITER:
Dana S. Hardy, Partner
dhardy@hinklelawfirm.com

March 9, 2023

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED

TO ALL PARTIES ENTITLED TO NOTICE

Re: Case No. 23413 – Application of Steward Energy II, LLC for Compulsory Pooling, Lea County, New Mexico.

To whom it may concern:

This letter is to advise you that the enclosed application was filed with the New Mexico Oil Conservation Division. The hearing will be conducted on **April 6, 2023** beginning at 8:15 a.m.

Hearings are currently conducted remotely. To participate in the electronic hearing, see the instructions posted on the OCD Hearings website: <https://www.emnrd.nm.gov/oed/hearing-info/>. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Pursuant to Division Rule 19.15.4.13.B, a party who intends to present evidence at the hearing shall file a pre-hearing statement and serve copies on other parties, or the attorneys of parties who are represented by counsel, at least four business days in advance of a scheduled hearing, but in no event later than 5:00 p.m. Mountain Time, on the Thursday preceding the scheduled hearing date. The statement must be submitted through the OCD E-Permitting system (<https://wwwapps.emnrd.nm.gov/OCD/OCDPermitting>) or via e-mail to ocd.hearings@emnrd.nm.gov and should include: the names of the parties and their attorneys, a concise statement of the case, the names of all witnesses the party will call to testify at the hearing, the approximate time the party will need to present its case, and identification of any procedural matters that are to be resolved prior to the hearing.

Please contact Cooper Newlan, Landman for Steward Energy II, LLC, by phone at (214) 297-0500 if you have questions regarding this matter.

Sincerely,

/s/ Dana S. Hardy

Dana S. Hardy

Enclosure

PO BOX 10
ROSWELL, NEW MEXICO 88202
(575) 622-6510
FAX (575) 623-9332

7601 JEFFERSON ST NE · SUITE 180
ALBUQUERQUE, NEW MEXICO 87109
505-858-8320
(FAX) 505-858-8321

PO BOX 2068
SANTA FE, NEW MEXICO 87504
(505) 982-4554
FAX (505) 982-8623

Steward Energy II, LLC
Case No. 23413 - Exhibit C-1

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

**APPLICATION OF STEWARD ENERGY II,
LLC FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO**

CASE NO. 23413

NOTICE LETTER CHART

PARTY	NOTICE LETTER SENT	RETURN RECEIVED
Allante Joint Venture PO Box 9758 Midland, TX 79708-9758	03/09/23	03/15/23
Beck Lumber & Oil, LLC 1111 N. Pennsylvania Avenue Roswell, NM 88201	03/09/23	03/16/23
Cinco Ranch Oil & Gas LLC 3311 Beachwater Drive Katy, TX 77450-5719	03/09/23	03/30/23
Conquistador Council of the Boy Scouts of America Trust Fund PO Box 1534 Roswell, NM 88201	03/09/23	03/24/23 Return to sender.
Davis Holdings L.P. 1500 McGowen, Suite 200 Houston, TX 77004	03/09/23	03/21/23
Estate of David H. Essex 1707 Prairie Mark Lane Houston, TX 77077	03/09/23	03/23/23
Fasken Land & Minerals, Ltd. 303 West Wall Street, Suite 1900 Midland, TX 79701	03/09/23	03/24/23 Return to sender.
LML, LLC PO Box 2267 King City, CA 93930	03/09/23	03/21/23
Robert E. Landreth 110 West Louisiana St., Suite 404 Midland, TX 79701	03/09/23	03/21/23

**Steward Energy II, LLC
Case No. 23413 - Exhibit C-2**

**U.S. Postal Service™
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OFFICIAL USE

Certified Mail Fee \$

Extra Services & Fees (check box, add fee as appropriate)

☐ Return Receipt (hardcopy) \$

☐ Return Receipt (electronic) \$

☐ Certified Mail Restricted Delivery \$

☐ Adult Signature Required \$

☐ Adult Signature Restricted Delivery \$

Postage \$

Total Postage and Fees \$

Sent To

Allante Joint Venture
PO Box 9758
Midland, TX 79708-9758
23413 - Steward Lawyer Up

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

MAR 03 2023
Postmark Here

SENDER: COMPLETE THIS SECTION		COMPLETE THIS SECTION ON DELIVERY	
<p>■ Complete items 1, 2, and 3.</p> <p>■ Print your name and address on the reverse so that we can return the card to you.</p> <p>■ Attach this card to the back of the mailpiece, or on the front if space permits.</p>		<p>A. Signature </p> <p><input type="checkbox"/> Agent <input type="checkbox"/> Addressee</p>	
<p>1. Article Addressed to:</p> <p>Allante Joint Venture PO Box 9758 Midland, TX 79708-9758 23413 - Steward Lawyer Up</p>		<p>B. Received by (Printed Name) <u>Hinkle Shanor</u></p> <p>C. Date of Delivery <u>3/13/23</u></p>	
<p>2. Article Number (Transfer from service label) 7022 1670 0002 1181 6873</p>		<p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input type="checkbox"/> No</p> <p style="text-align: center;">RECEIVED MAR 15 2023</p>	
<p>3. Service Type <u>Hinkle Shanor LLP</u></p> <p><input type="checkbox"/> Adult Signature <u>Santa Fe NM 87504</u></p> <p><input type="checkbox"/> Adult Signature Restricted Delivery</p> <p><input type="checkbox"/> Certified Mail®</p> <p><input type="checkbox"/> Certified Mail Restricted Delivery</p> <p><input type="checkbox"/> Collect on Delivery</p> <p><input type="checkbox"/> Collect on Delivery Restricted Delivery</p> <p><input type="checkbox"/> Insured Mail</p> <p><input type="checkbox"/> Insured Mail Restricted Delivery (over \$500)</p>		<p><input type="checkbox"/> Priority Mail Express®</p> <p><input type="checkbox"/> Registered Mail™</p> <p><input type="checkbox"/> Registered Mail Restricted Delivery</p> <p><input type="checkbox"/> Signature Confirmation™</p> <p><input type="checkbox"/> Signature Confirmation Restricted Delivery</p>	
<p>PS Form 3811, July 2020 PSN 7530-02-000-9053</p>		<p>Domestic Return Receipt</p>	

Steward Energy II, LLC
Case No. 23413 - Exhibit C-3

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Certified Mail Fee \$

Extra Services & Fees (check box, add fee as appropriate)

☐ Return Receipt (hardcopy) \$

☐ Return Receipt (electronic) \$

☐ Certified Mail Restricted Delivery \$

☐ Adult Signature Required \$

☐ Adult Signature Restricted Delivery \$

Postage \$

Total Postage and Fees \$

Beck Lumber & Oil, LLC
1111 N. Pennsylvania Avenue
Roswell, NM 88201

23413 - Steward Lawyer Up

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY																
<p>■ Complete items 1, 2, and 3.</p> <p>■ Print your name and address on the reverse so that we can return the card to you.</p> <p>■ Attach this card to the back of the mailpiece, or on the front if space permits.</p> <p>1. Article Addressed to:</p> <p style="text-align: center;">Beck Lumber & Oil, LLC 1111 N. Pennsylvania Avenue Roswell, NM 88201</p> <p style="text-align: right; font-size: 0.8em;">23413 - Steward Lawyer Up</p> <div style="text-align: center;">  9590 9402 7543 2098 9575 15 </div> <p>2. Article Number (Transfer from service label)</p> <p style="text-align: center; font-size: 1.2em;">7022 1670 0002 1181 6774</p>	<p>A. Signature</p> <p><input checked="" type="checkbox"/> <i>Charles D. Beck</i> <input type="checkbox"/> Agent <input checked="" type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name) C. Date of Delivery</p> <p><i>CHARLES D. BECK</i> 3/13/2023</p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input checked="" type="checkbox"/> No</p> <div style="text-align: center; font-size: 2em; font-weight: bold; margin: 10px 0;">RECEIVED</div> <p style="text-align: center; font-size: 1.2em; font-weight: bold;">MAR 16 2023</p> <p>3. Service Type</p> <table style="width: 100%; font-size: 0.8em;"> <tr> <td><input type="checkbox"/> Adult Signature</td> <td><input type="checkbox"/> Priority Mail Express®</td> </tr> <tr> <td><input type="checkbox"/> Adult Signature Restricted Delivery</td> <td><input type="checkbox"/> Registered Mail™</td> </tr> <tr> <td><input type="checkbox"/> Certified Mail®</td> <td><input type="checkbox"/> Registered Mail Restricted Delivery</td> </tr> <tr> <td><input type="checkbox"/> Certified Mail Restricted Delivery</td> <td><input type="checkbox"/> Signature Confirmation™</td> </tr> <tr> <td><input type="checkbox"/> Collect on Delivery</td> <td><input type="checkbox"/> Signature Confirmation Restricted Delivery</td> </tr> <tr> <td><input type="checkbox"/> Collect on Delivery Restricted Delivery</td> <td></td> </tr> <tr> <td><input type="checkbox"/> Insured Mail</td> <td></td> </tr> <tr> <td><input type="checkbox"/> Insured Mail Restricted Delivery (over \$500)</td> <td></td> </tr> </table>	<input type="checkbox"/> Adult Signature	<input type="checkbox"/> Priority Mail Express®	<input type="checkbox"/> Adult Signature Restricted Delivery	<input type="checkbox"/> Registered Mail™	<input type="checkbox"/> Certified Mail®	<input type="checkbox"/> Registered Mail Restricted Delivery	<input type="checkbox"/> Certified Mail Restricted Delivery	<input type="checkbox"/> Signature Confirmation™	<input type="checkbox"/> Collect on Delivery	<input type="checkbox"/> Signature Confirmation Restricted Delivery	<input type="checkbox"/> Collect on Delivery Restricted Delivery		<input type="checkbox"/> Insured Mail		<input type="checkbox"/> Insured Mail Restricted Delivery (over \$500)	
<input type="checkbox"/> Adult Signature	<input type="checkbox"/> Priority Mail Express®																
<input type="checkbox"/> Adult Signature Restricted Delivery	<input type="checkbox"/> Registered Mail™																
<input type="checkbox"/> Certified Mail®	<input type="checkbox"/> Registered Mail Restricted Delivery																
<input type="checkbox"/> Certified Mail Restricted Delivery	<input type="checkbox"/> Signature Confirmation™																
<input type="checkbox"/> Collect on Delivery	<input type="checkbox"/> Signature Confirmation Restricted Delivery																
<input type="checkbox"/> Collect on Delivery Restricted Delivery																	
<input type="checkbox"/> Insured Mail																	
<input type="checkbox"/> Insured Mail Restricted Delivery (over \$500)																	

PS Form 3811, July 2020 PSN 7530-02-000-9053 Domestic Return Receipt

7022 1670 0002 1181 7016

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\$

Extra Services & Fees (check box, add fee as appropriate)

☐ Return Receipt (hardcopy) \$☐ Return Receipt (electronic) \$☐ Certified Mail Restricted Delivery \$☐ Adult Signature Required \$☐ Adult Signature Restricted Delivery \$

Postage

\$

Total Postage and Fees

\$

Cinco Ranch Oil & Gas LLC
3311 Beachwater Drive
Katy, TX 77450-5719

23413 - Steward Lawyer Up

Postmark
Here

PS Form 3800, April 2015 PSN 7530-02-000-9047

See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Cinco Ranch Oil & Gas LLC
3311 Beachwater Drive
Katy, TX 77450-5719

23413 - Steward Lawyer Up



9590 9402 7543 2098 9547 29

2. Article Number (Transfer from service label)

7022 1670 0002 1181 7016

PS Form 3811, July 2020 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X Steve Horach

☐ Agent☐ Addressee

B. Received by (Printed Name)

C. Date of Delivery

D. Is delivery address different from item 1? ☐ Yes
If YES, enter delivery address below: ☐ No

RECEIVED

MAR 30 2023

3. Service Type

☐ Adult Signature☐ Adult Signature Restricted Delivery☐ Certified Mail[®]☐ Certified Mail Restricted Delivery☐ Collect on Delivery☐ Collect on Delivery Restricted Delivery☐ Insured Mail☐ Insured Mail Restricted Delivery (over \$500)☐ Priority Mail Express[®]☐ Registered MailTM☐ Registered Mail Restricted Delivery☐ Signature ConfirmationTM☐ Signature Confirmation Restricted Delivery

Hinkle Shanor LP

Santa Fe NM 87501

Domestic Return Receipt

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Certified Mail Fee		
\$		
Extra Services & Fees (check box, add fee as appropriate)		
<input type="checkbox"/> Return Receipt (hardcopy)	\$	
<input type="checkbox"/> Return Receipt (electronic)	\$	
<input type="checkbox"/> Certified Mail Restricted Delivery	\$	
<input type="checkbox"/> Adult Signature Required	\$	
<input type="checkbox"/> Adult Signature Restricted Delivery	\$	
Postage		
\$		
Total Postage and Fees		
\$		
Davis Holdings L.P. 1500 McGowen, Suite 200 Houston, TX 77004 23413 - Steward Lawyer Up		

PS Form 3800, April 2015 PSN 7530-02-000-9047

See Reverse for Instructions

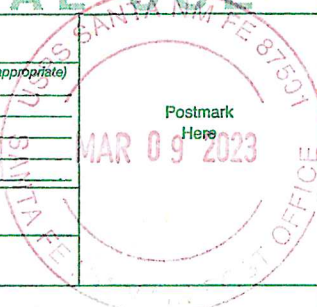
SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul style="list-style-type: none"> Complete items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 	A. Signature X <i>D. H. Libave</i> <input type="checkbox"/> Agent <input checked="" type="checkbox"/> Addressee B. Received by (Printed Name) C. Date of Delivery
1. Article Addressed to: Davis Holdings L.P. 1500 McGowen, Suite 200 Houston, TX 77004 23413 - Steward Lawyer Up 9590 9402 7543 2098 9547 12	D. Is delivery address different from item 1? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If YES, enter delivery address below. <div style="border: 2px solid black; padding: 5px; text-align: center;"> RECEIVED RECEIVED MAR 13 2023 MAR 21 2023 </div>
2. Article Number (Transfer from service label) 7022 1670 0002 1181 6798	3. Service Type Santa Fe NM 87501 <input type="checkbox"/> Adult Signature <input type="checkbox"/> Registered Mail Express® <input type="checkbox"/> Adult Signature Restricted Delivery <input type="checkbox"/> Registered Mail™ <input type="checkbox"/> Certified Mail® <input type="checkbox"/> Registered Mail Restricted Delivery <input type="checkbox"/> Certified Mail Restricted Delivery <input type="checkbox"/> Signature Confirmation™ <input type="checkbox"/> Collect on Delivery <input type="checkbox"/> Signature Confirmation Restricted Delivery <input type="checkbox"/> Collect on Delivery Restricted Delivery <input type="checkbox"/> Insured Mail <input type="checkbox"/> Insured Mail Restricted Delivery (over \$500)

PS Form 3811, July 2020 PSN 7530-02-000-9053

Domestic Return Receipt

7022 1670 0002 1181 6781

U.S. Postal Service™ CERTIFIED MAIL® RECEIPT Domestic Mail Only	
For delivery information, visit our website at www.usps.com ®.	
OFFICIAL USE	
Certified Mail Fee	\$
Extra Services & Fees (check box, add fee as appropriate)	
<input type="checkbox"/> Return Receipt (hardcopy)	\$
<input type="checkbox"/> Return Receipt (electronic)	\$
<input type="checkbox"/> Certified Mail Restricted Delivery	\$
<input type="checkbox"/> Adult Signature Required	\$
<input type="checkbox"/> Adult Signature Restricted Delivery	\$
Postage	\$
Total Postage and Fees	\$
Sent To	
Estate of David H. Essex 1707 Prairie Mark Lane Houston, TX 77077	
23413 - Steward Lawyer Up	
PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions	



SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul style="list-style-type: none"> Complete items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 	<p>A. Signature <i>David H. Essex</i> <input type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name) <i>DAVID H. ESSEX</i> C. Date of Delivery <i>3-22-23</i></p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input type="checkbox"/> No</p>
<p>1. Article Addressed to:</p> <p>Estate of David H. Essex 1707 Prairie Mark Lane Houston, TX 77077</p> <p>23413 - Steward Lawyer Up</p> <p>9590 9402 7543 2098 9547 36</p>	<p>RECEIVED</p> <p>MAR 23 2023</p>
<p>2. Article Number (Transfer from service label)</p> <p>7022 1670 0002 1181 6781</p>	<p>3. Service Type <i>Hinkle Shanor LP</i> <input type="checkbox"/> Priority Mail Express®</p> <p><i>Santa Fe NM 87504</i> <input type="checkbox"/> Registered Mail™</p> <p><input type="checkbox"/> Adult Signature <input type="checkbox"/> Registered Mail Restricted Delivery</p> <p><input type="checkbox"/> Adult Signature Restricted Delivery <input type="checkbox"/> Signature Confirmation™</p> <p><input type="checkbox"/> Certified Mail® <input type="checkbox"/> Signature Confirmation Restricted Delivery</p> <p><input type="checkbox"/> Certified Mail Restricted Delivery</p> <p><input type="checkbox"/> Collect on Delivery</p> <p><input type="checkbox"/> Collect on Delivery Restricted Delivery</p> <p><input type="checkbox"/> Insured Mail</p> <p><input type="checkbox"/> Insured Mail Restricted Delivery (over \$500)</p>
PS Form 3811, July 2020 PSN 7530-02-000-9053	Domestic Return Receipt


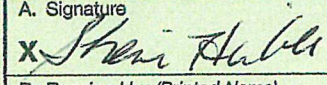
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Certified Mail Fee \$	Postmark Here 
Extra Services & Fees (check box, add fee as appropriate)	
<input type="checkbox"/> Return Receipt (hardcopy)	\$
<input type="checkbox"/> Return Receipt (electronic)	\$
<input type="checkbox"/> Certified Mail Restricted Delivery	\$
<input type="checkbox"/> Adult Signature Required	\$
<input type="checkbox"/> Adult Signature Restricted Delivery	\$
Postage \$	
Total Postage and Fees \$	
LML, LLC PO Box 2267 King City, CA 93930 23413 - Steward Lawyer Up	

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY																
<ul style="list-style-type: none"> ■ Complete items 1, 2, and 3. ■ Print your name and address on the reverse so that we can return the card to you. ■ Attach this card to the back of the mailpiece, or on the front if space permits. <p>1. Article Addressed to:</p> <p style="text-align: center;">LML, LLC PO Box 2267 King City, CA 93930</p> <p style="text-align: right; font-size: 0.8em;">23413 - Steward Lawyer Up</p> <div style="text-align: center;">  9590 9402 7543 2098 9595 88 </div> <p>2. Article Number (Transfer from service label) 7022 1670 0002 1181 6828 </p>	<p>A. Signature  <input type="checkbox"/> Agent <input checked="" type="checkbox"/> Addressee </p> <p>B. Received by (Printed Name) Sherie Hinkle </p> <p>C. Date of Delivery 03-15-23 </p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input type="checkbox"/> No </p> <div style="text-align: center; font-size: 2em; font-weight: bold; margin: 10px 0;">RECEIVED</div> <p style="text-align: center; font-size: 1.2em; font-weight: bold;">MAR 21 2023</p> <p>3. Service Type</p> <table style="width: 100%;"> <tr> <td><input type="checkbox"/> Adult Signature</td> <td><input type="checkbox"/> Priority Mail Express®</td> </tr> <tr> <td><input type="checkbox"/> Adult Signature Restricted Delivery</td> <td><input type="checkbox"/> Registered Mail™</td> </tr> <tr> <td><input type="checkbox"/> Certified Mail®</td> <td><input type="checkbox"/> Registered Mail Restricted Delivery</td> </tr> <tr> <td><input type="checkbox"/> Certified Mail Restricted Delivery</td> <td><input type="checkbox"/> Signature Confirmation™</td> </tr> <tr> <td><input type="checkbox"/> Collect on Delivery</td> <td><input type="checkbox"/> Signature Confirmation Restricted Delivery</td> </tr> <tr> <td><input type="checkbox"/> Collect on Delivery Restricted Delivery</td> <td></td> </tr> <tr> <td><input type="checkbox"/> Insured Mail</td> <td></td> </tr> <tr> <td><input type="checkbox"/> Insured Mail Restricted Delivery (over \$500)</td> <td></td> </tr> </table>	<input type="checkbox"/> Adult Signature	<input type="checkbox"/> Priority Mail Express®	<input type="checkbox"/> Adult Signature Restricted Delivery	<input type="checkbox"/> Registered Mail™	<input type="checkbox"/> Certified Mail®	<input type="checkbox"/> Registered Mail Restricted Delivery	<input type="checkbox"/> Certified Mail Restricted Delivery	<input type="checkbox"/> Signature Confirmation™	<input type="checkbox"/> Collect on Delivery	<input type="checkbox"/> Signature Confirmation Restricted Delivery	<input type="checkbox"/> Collect on Delivery Restricted Delivery		<input type="checkbox"/> Insured Mail		<input type="checkbox"/> Insured Mail Restricted Delivery (over \$500)	
<input type="checkbox"/> Adult Signature	<input type="checkbox"/> Priority Mail Express®																
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<input type="checkbox"/> Insured Mail																	
<input type="checkbox"/> Insured Mail Restricted Delivery (over \$500)																	

PS Form 3811, July 2020 PSN 7530-02-000-9053 Domestic Return Receipt

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Certified Mail Fee
 \$

Extra Services & Fees (check box, add fee as appropriate)

<input type="checkbox"/> Return Receipt (hardcopy)	\$
<input type="checkbox"/> Return Receipt (electronic)	\$
<input type="checkbox"/> Certified Mail Restricted Delivery	\$
<input type="checkbox"/> Adult Signature Required	\$
<input type="checkbox"/> Adult Signature Restricted Delivery	\$

Postage
 \$

Total Postage and Fees
 \$

Robert E. Landreth
 110 West Louisiana St., Suite 404
 Midland, TX 79701

23413 - Steward Lawyer Up

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Postmark Here
 MAR 09 2023

7022 1670 0002 1181 6842

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY		
<p>■ Complete items 1, 2, and 3.</p> <p>■ Print your name and address on the reverse so that we can return the card to you.</p> <p>■ Attach this card to the back of the mailpiece, or on the front if space permits.</p> <p>1. Article Addressed to:</p> <p>Robert E. Landreth 110 West Louisiana St., Suite 404 Midland, TX 79701</p> <p>23413 - Steward Lawyer Up</p> <p>9590 9402 7543 2098 9595 02</p> <p>2. Article Number (Transfer from service label) 7022 1670 0002 1181 6842</p>	<p>A. Signature x <i>Robert E. Landreth</i> <input type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name)</p> <p>C. Date of Delivery 3-17-23</p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes <input type="checkbox"/> No If YES, enter delivery address below</p> <p>RECEIVED MAR 21 2023</p> <p>3. Service Type Hinkle Shaner LLP Santa Fe NM 87501</p> <table border="0"> <tr> <td> <input type="checkbox"/> Adult Signature <input type="checkbox"/> Adult Signature Restricted Delivery <input type="checkbox"/> Certified Mail® <input type="checkbox"/> Certified Mail Restricted Delivery <input type="checkbox"/> Collect on Delivery <input type="checkbox"/> Collect on Delivery Restricted Delivery <input type="checkbox"/> Insured Mail <input type="checkbox"/> Insured Mail Restricted Delivery (over \$500) </td> <td> <input type="checkbox"/> Priority Mail Express® <input type="checkbox"/> Registered Mail™ <input type="checkbox"/> Registered Mail Restricted Delivery <input type="checkbox"/> Signature Confirmation™ <input type="checkbox"/> Signature Confirmation Restricted Delivery </td> </tr> </table>	<input type="checkbox"/> Adult Signature <input type="checkbox"/> Adult Signature Restricted Delivery <input type="checkbox"/> Certified Mail® <input type="checkbox"/> Certified Mail Restricted Delivery <input type="checkbox"/> Collect on Delivery <input type="checkbox"/> Collect on Delivery Restricted Delivery <input type="checkbox"/> Insured Mail <input type="checkbox"/> Insured Mail Restricted Delivery (over \$500)	<input type="checkbox"/> Priority Mail Express® <input type="checkbox"/> Registered Mail™ <input type="checkbox"/> Registered Mail Restricted Delivery <input type="checkbox"/> Signature Confirmation™ <input type="checkbox"/> Signature Confirmation Restricted Delivery
<input type="checkbox"/> Adult Signature <input type="checkbox"/> Adult Signature Restricted Delivery <input type="checkbox"/> Certified Mail® <input type="checkbox"/> Certified Mail Restricted Delivery <input type="checkbox"/> Collect on Delivery <input type="checkbox"/> Collect on Delivery Restricted Delivery <input type="checkbox"/> Insured Mail <input type="checkbox"/> Insured Mail Restricted Delivery (over \$500)	<input type="checkbox"/> Priority Mail Express® <input type="checkbox"/> Registered Mail™ <input type="checkbox"/> Registered Mail Restricted Delivery <input type="checkbox"/> Signature Confirmation™ <input type="checkbox"/> Signature Confirmation Restricted Delivery		

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HINKLE SHANOR LLP
ATTORNEYS AT LAW
POST OFFICE BOX 2068
SANTA FE, NEW MEXICO 87504

03/22/2023

RECEIVED

MAR 24 2023

Hinkle Shanor LLP
Santa Fe NM 87504

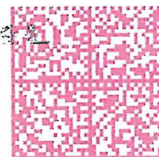
Conquistador Council of the Boy
Scouts of America 7 NEXIE
PO Box 1534
Roswell, NM 88201

UNC
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CERTIFIED MAIL®

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FIRST-CLASS

US POSTAGE IM PITNEY BOWES

ZIP 87501 \$ 008.10⁰
02 7H
0006052409 MAR 09 2023

RETURN TO SENDER
UNCLAIMED
UNABLE TO FORWARD

BC: 87504206868 *0768-02838-00-44

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Certified Mail Fee
 \$

Extra Services & Fees (check box, add fee as appropriate)

<input type="checkbox"/> Return Receipt (hardcopy)	\$
<input type="checkbox"/> Return Receipt (electronic)	\$
<input type="checkbox"/> Certified Mail Restricted Delivery	\$
<input type="checkbox"/> Adult Signature Required	\$
<input type="checkbox"/> Adult Signature Restricted Delivery	\$

Postage
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Total Postage and Fees
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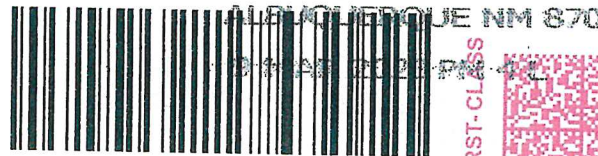
Fasken Land & Minerals, Ltd.
 303 West Wall Street, Suite 1900
 Midland, TX 79701
 23413 - Steward Lawyer Up

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

Postmark Here
 MAR 09 2023

HINKLE SHANOR LLP
 ATTORNEYS AT LAW
 POST OFFICE BOX 2068
 SANTA FE, NEW MEXICO 87504

CERTIFIED MAIL®



7022 1670 0002 1181 6859

FIRST-CLASS

US POSTAGE™ PITNEY BOWES

ZIP 87501 \$ 008.10
 02 7H
 0006052409 MAR 09 2023

RECEIVED

MAR 24 2023

Hinkle Shanor LLP
 Santa Fe NM 87504

.. 9400920693074230

Fasken Land & Minerals, Ltd.
 303 West Wall Street
 Midland, TX 79701

NIXIE 799 FE 1 0003/15/23

RETURN TO SENDER
 NOT DELIVERABLE AS ADDRESSED
 UNABLE TO FORWARD

EC: 87504206000 *0400-04000-00-41

Affidavit of Publication

STATE OF NEW MEXICO
COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

Beginning with the issue dated
March 15, 2023
and ending with the issue dated
March 15, 2023.



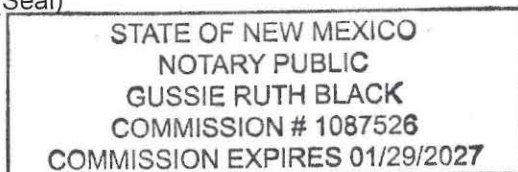
Publisher

Sworn and subscribed to before me this
15th day of March 2023.



Business Manager

My commission expires
January 29, 2027
(Seal)



This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said

LEGAL NOTICE
March 15, 2023

This is to notify all interested parties, including Allante Joint Venture, Cinco Ranch Oil & Gas, LLC, Davis Holdings, L.P., Estate of David H. Essex, Fasken Land & Minerals, Ltd., Robert E. Landreth, Beck Lumber & Oil, LLC, Conquistador Council of the Boy Scouts of America Trust Fund, LML, LLC; and their successors and assigns, that the New Mexico Oil Conservation Division will conduct a hearing on an application submitted by Steward Energy II, LLC (Case No. 23413). The hearing will be conducted remotely on April 6, 2023, beginning at 8:15 a.m. To participate in the electronic hearing, see the instructions posted on the OCD Hearings website for that date: <https://www.emnrd.nm.gov/oed/hearing-info/>. Applicant applies for an order pooling all uncommitted interests in the San Andres Formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the W/2 of Section 10, Township 13 South, Range 38 East, Lea County, New Mexico ("Unit"). The Unit will be dedicated to the **Lawyer Up Fee #5H** well, which will be drilled from a surface hole location in the NW/4 NE/4 (Unit B) of Section 15, Township 13 South, Range 38 East, to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 10, Township 13 South, Range 38 East. The completed interval of the well will be orthodox. The completed interval of the well will be located within 330' of the quarter-quarter section line separating the W/2 W/2 and E/2 W/2 of Section 10 to allow for the creation of a 320-acre standard horizontal spacing unit. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost, the designation of Applicant as the operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The well is located approximately 13.6 miles southeast of Tatum, New Mexico.
#00276634

02107475

00276634

GILBERT
HINKLE, SHANOR LLP
PO BOX 2068
SANTA FE, NM 87504

Steward Energy II, LLC
Case No. 23413 - Exhibit C-4