

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

**APPLICATION OF STEWARD ENERGY II, LLC  
TO EXTEND TIME TO COMMENCE  
DRILLING OPERATIONS,  
LEA COUNTY, NEW MEXICO.**

**CASE NO. 25208  
ORDER NO. R-23160**

**APPLICATION OF STEWARD ENERGY II, LLC  
TO EXTEND TIME TO COMMENCE  
DRILLING OPERATIONS,  
LEA COUNTY, NEW MEXICO.**

**CASE NO. 25209  
ORDER NO. R-23161**

**CONDOLIDATED PRE-HEARING STATEMENT**

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

**APPLICANT**

Steward Energy II, LLC

**ATTORNEYS**

Dana S. Hardy  
Jaclyn M. McLean  
Hardy McLean LLC  
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**INTERESTED PARTY**

None at this time.

**ATTORNEYS**

**STATEMENT OF THE CASES**

In Case Nos. 25208 and 25209, Steward applies to the Division for an order approving a one-year extension of time to commence drilling the wells authorized by Order Nos. R-23160 and R-23161.

The Division issued Order No. R-23160 in Case No. 24172 on April 17, 2024, pooling all uncommitted interests in the San Andres Formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the E/2 W/2 of Sections 10 and 15, Township 13 South, Range 38 East, Lea County, New Mexico, and dedicated the Unit to the Blue Sky Fee 4H well, and designated Steward as operator of the Unit and the Well.

The Division issued Order No. R-23161 in Case No. 24173 on April 17, 2024, 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 W/2 of Sections 10 and 15, Township 13 South, Range 38 East, Lea County, New Mexico, and dedicated the Unit to the Blue Sky Fee 6H well, and designated Steward as operator of the Unit and the Well.

Order Nos. R-23160 and R-23161 require Steward to commence drilling the Wells within one (1) year of the date of the Orders unless good cause is shown. Good cause exists for the requested extension because Steward is evaluating drilling results from offset acreage to determine optimal well spacing in the area. Therefore, Steward requests that the Division extend the deadline to drill the Blue Sky 4H and 6H wells until April 17, 2026.

#### **PROPOSED EVIDENCE**

<b><u>Witness</u></b>	<b><u>Occupation</u></b>	<b><u>Estimated Time</u></b>	<b><u>Exhibits</u></b>
Cooper Newlan	Landman	Affidavit	Approx. 3

#### **PROCEDURAL MATTERS**

Applicant intends to consolidate these cases for hearing and will present the cases by affidavit if there is no opposition to its applications.

Respectfully submitted,

HARDY McLEAN LLC

/s/ Dana S. Hardy

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State of New Mexico  
Energy, Minerals and Natural Resources  
Oil Conservation Division  
1220 S. St Francis Dr.  
Santa Fe, NM 87505

QUESTIONS

Action 439637

QUESTIONS

Operator:  STEWARD ENERGY II, LLC 777 Taylor Street Fort Worth, TX 76102	OGRID:  371682
	Action Number:  439637
	Action Type:  [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony	
Please assist us by provide the following information about your testimony.	
Number of witnesses	Not answered.
Testimony time (in minutes)	Not answered.