

**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

<u>Witness</u>	<u>Occupation</u>	<u>Estimated Time</u>	<u>Exhibits</u>
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 439639

QUESTIONS

Operator: STEWARD ENERGY II, LLC 777 Taylor Street Fort Worth, TX 76102	OGRID: 371682
	Action Number: 439639
	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.