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. 25211 ORDER NO. R-23146

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 ATTORNEYS

Steward Energy II, LLC Dana S. Hardy

Jaclyn M. McLean Hardy McLean LLC 125 Lincoln Ave, Ste. 223 Santa Fe, NM 87501 Phone: (505) 230-4410 dhardy@hardymclean.com

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None at this time.

INTERESTED PARTY

ATTORNEYS

STATEMENT OF THE CASE

In Case No. 25211, Steward applies to the Division for an order approving a one-year extension of time to commence drilling the well authorized by Order No. R-23146 ("Order"). The Division issued the Order in Case No. 24171 on April 12, 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 E/2 of Sections 15 and 22, Township 13 South, Range 38 East, Lea County,

New Mexico ("Unit"), and dedicated the Unit to the Walt Junior Fee 3H well ("Well"), and designated Steward as operator of the Unit and the Well.

The Order requires Steward to commence drilling the Well within one (1) year of the date of the Order 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 Well until April 12, 2026.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Cooper Newlan	Landman	Affidavit	Approx. 3

PROCEDURAL MATTERS

Applicant will present this case by affidavit if there is no opposition to its application.

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 439649

QUESTIONS

Operator:	OGRID:
STEWARD ENERGY II, LLC	371682
777 Taylor Street	Action Number:
Fort Worth, TX 76102	439649
	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.	