

ID NO. 149508

RECEIVED:	REVIEWER:	TYPE:	APP NO: pLEL2228058155
-----------	-----------	-------	-------------------------------

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Geological & Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505

**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND
 REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Applicant: _____ **OGRID Number:** _____
Well Name: _____ **API:** _____
Pool: _____ **Pool Code:** _____

**SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION
 INDICATED BELOW**

1) TYPE OF APPLICATION: Check those which apply for [A]

A. Location – Spacing Unit – Simultaneous Dedication

☐ NSL☐ NSP (PROJECT AREA)☐ NSP (PRORATION UNIT)☐ SD

B. Check one only for [I] or [II]

[I] Commingling – Storage – Measurement

☐ DHC☐ CTB☐ PLC☐ PC☐ OLS☐ OLM

[II] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery

☐ WFX☐ PMX☐ SWD☐ IPI☐ EOR☐ PPR**2) NOTIFICATION REQUIRED TO:** Check those which apply.A. ☐ Offset operators or lease holdersB. ☐ Royalty, overriding royalty owners, revenue ownersC. ☐ Application requires published noticeD. ☐ Notification and/or concurrent approval by SLOE. ☐ Notification and/or concurrent approval by BLMF. ☐ Surface ownerG. ☐ For all of the above, proof of notification or publication is attached, and/or,H. ☐ No notice required**FOR OCD ONLY**☐

Notice Complete

☐Application
Content
Complete

- 3) CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

 Print or Type Name

Kristina Lee

Signature

 Date

 Phone Number

 e-mail Address



October 11, 2022

VIA ELECTRONIC MAIL

Leonard R. Lowe
Engineering Bureau
New Mexico Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Re: Request for Administrative Approval of Non-Standard Location
Steward Energy II, LLC (371682) Heisenberg State Com 2H – API No. 30-025-50728
Property Code: 333361

Mr. Lowe,

Steward Energy II, LLC ("Steward") respectfully requests administrative approval of a non-standard location for the well referenced above. Said well was completed in the Bronco, San Andres, South Pool, Pool Code 7500, with rules specifying the completed interval must be located 330 feet from the exterior boundary of the applicable spacing unit. The proposed completed interval is projected as follows:

Surface: 1832' FNL & 1710' FEL – Unit I, Sec. 3, T14S-R38E
FTP: 2540' FNL & 1170' FEL – Unit D, Sec. 3, T14S-R38E
LTP: 100' FNL & 1170' FEL – Unit F, Sec. 34, T13S-R38E
Bottom Hole: 100' FNL & 1170' FEL – Unit A, Sec. 34, T13S-R38E

The adjoining units towards which the unorthodox location encroaches are located in Units B, G, J, and O of Sec. 34, T13S R38E; and Units Lot 2 and G of Sec 3, T14S R38E .

Approval of the unorthodox completed interval will allow for efficient spacing of horizontal wells and thereby prevent waste.

Steward is the operator and lessee of the oil and gas lease(s) in all adjoining units which the unorthodox location encroaches.

Respectfully,

Vanessa Lopez
Senior Analyst- Regulatory Environmental

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 30-025-50728	² Pool Code 7500	³ Pool Name BRONCO; SAN ANDRES, SOUTH
⁴ Property Code 333361	⁵ Property Name HEISENBERG STATE COM	⁶ Well Number 2H
⁷ OGRID No. 371682	⁸ Operator Name STEWARD ENERGY II, LLC	⁹ Elevation 3802'

¹⁰ Surface Location

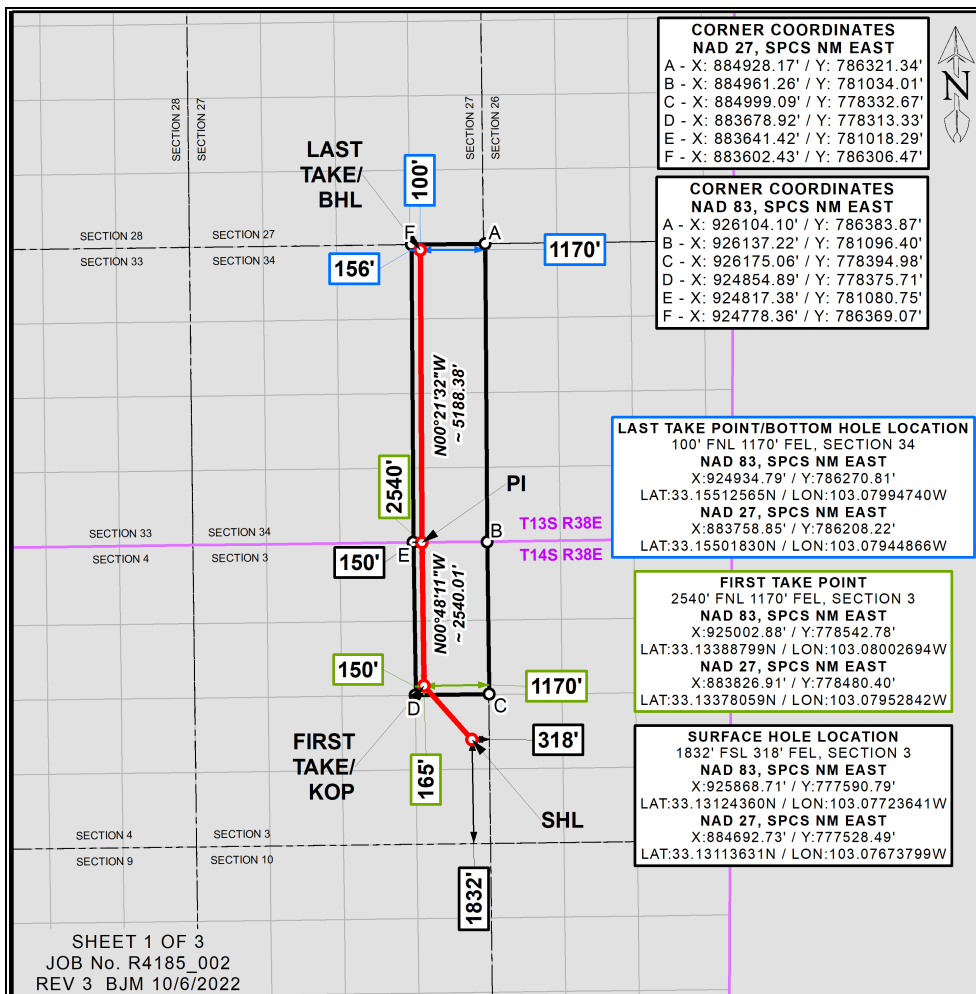
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
I	3	14S	38E		1832	SOUTH	318	EAST	LEA

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
A	34	13S	38E		100	NORTH	1170	EAST	LEA

¹² Dedicated Acres 242.17	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
---	-------------------------------	----------------------------------	-------------------------

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.

¹⁷ OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Kristina Lee 10/7/2022
Signature Date

Kristina Lee

Printed Name

krislee@skybeam.com

E-mail Address

¹⁸ SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

OCTOBER 7, 2022

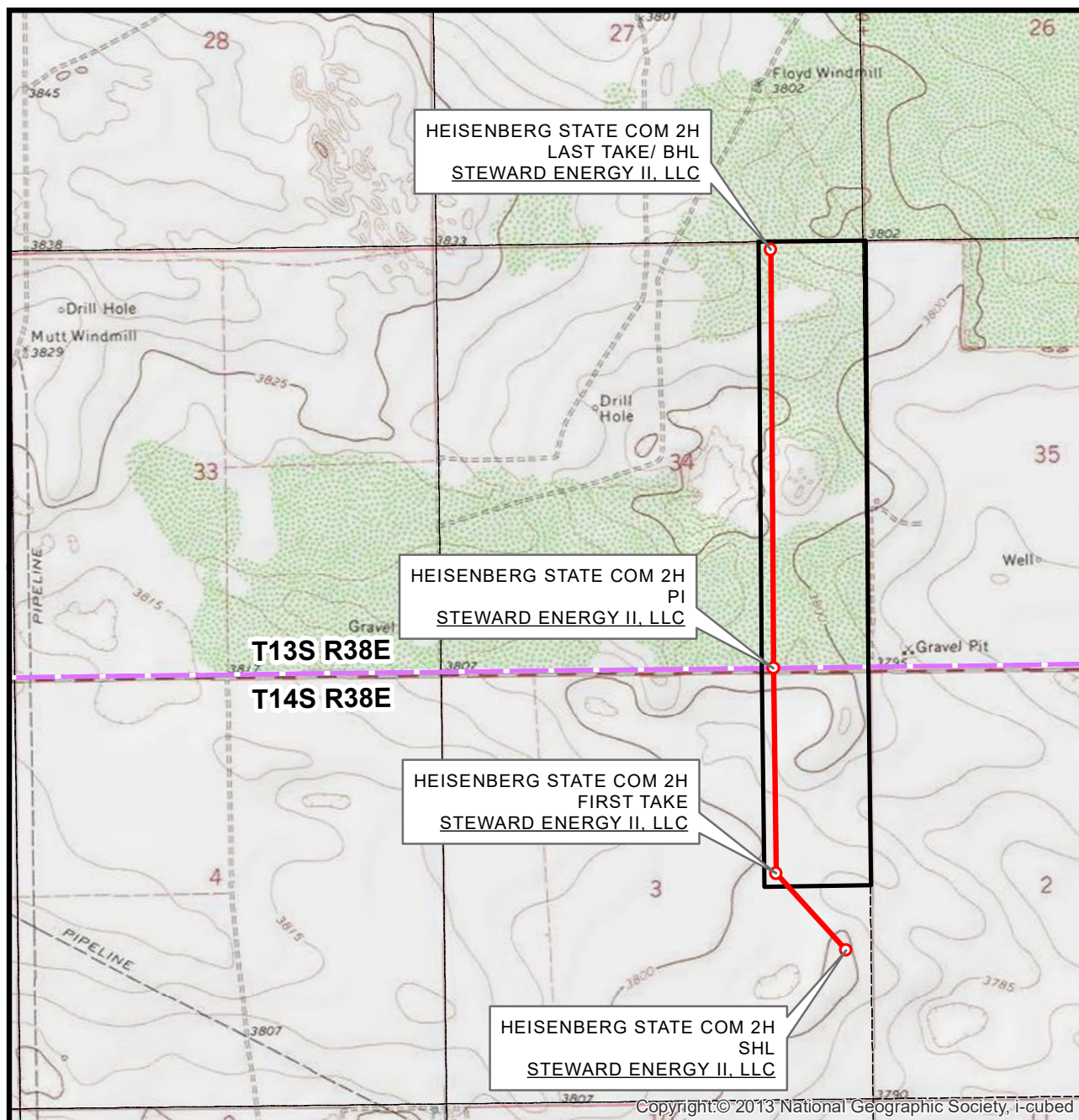
Date of Survey

Signature and Seal of Professional Surveyor:

Lloyd P. Short 21653
Certificate Number
LLOYD P. SHORT 21653

Distances/areas relative to NAD 83 Combined Scale Factor: 1.000081596 Convergence Angle: 00°41'37.78218"

LOCATION VERIFICATION MAP



SEC. 3 TWP. 14-S RGE. 38-E
SURVEY: N.M.P.M.
COUNTY: LEA
OPERATOR: STEWARD ENERGY II, LLC
DESCRIPTION: 1832' FSL & 318' FEL
ELEVATION: 3802'
LEASE: HEISENBERG STATE COM
U.S.G.S. TOPOGRAPHIC MAP: PRAIRIEVIEW NE, NM, TX.

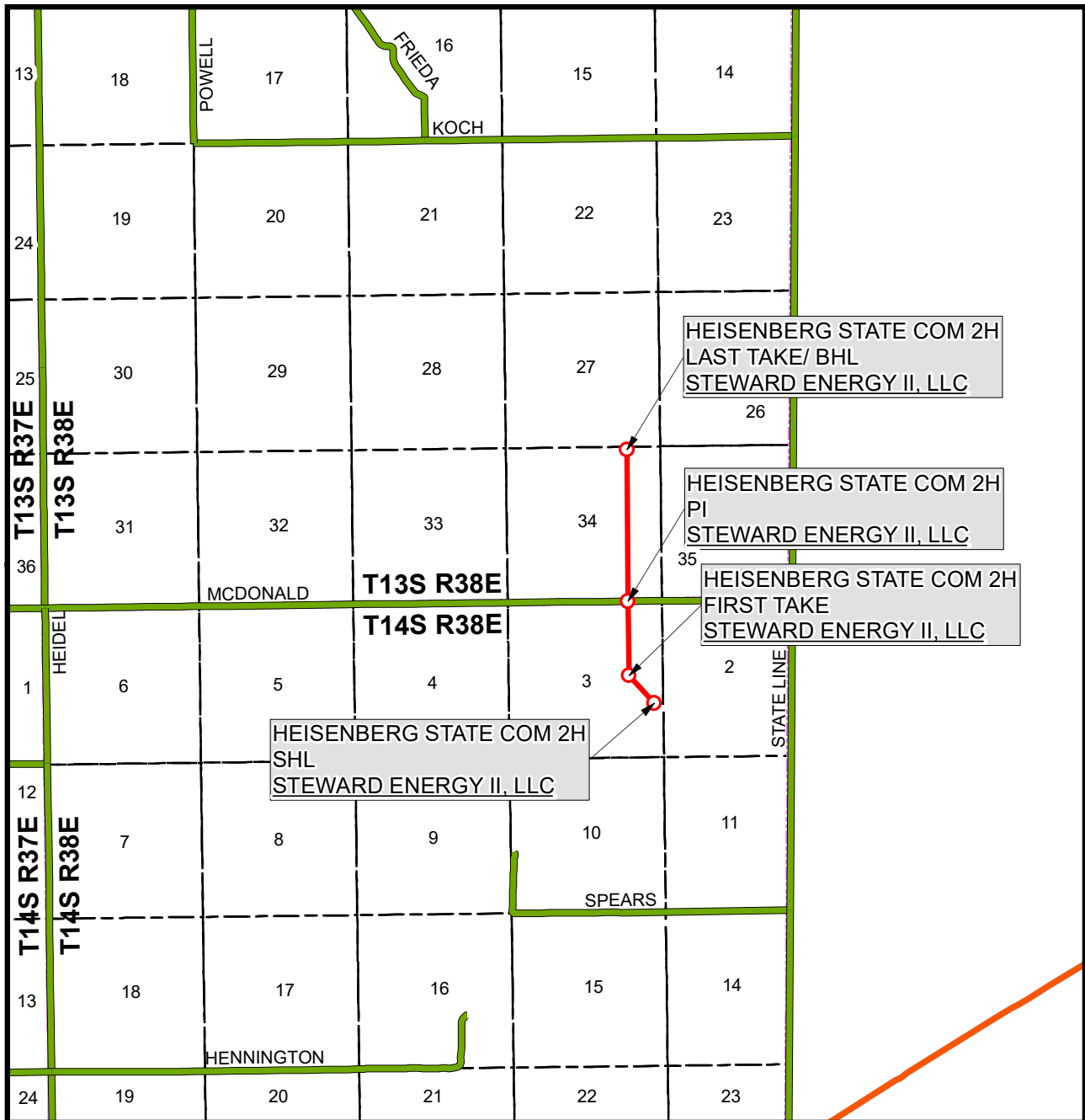
1" = 2,000'
CONTOUR INTERVAL = 10'



SHEET 2 OF 3

PREPARED BY:
R-SQUARED GLOBAL, LLC
510 TRENTON ST., UNIT B,
WEST MONROE, LA 71291
318-323-6900 OFFICE
JOB No. R4185_002

VICINITY MAP



SEC. 3 TWP. 14-S RGE. 38-E
 SURVEY: N.M.P.M.
 COUNTY: LEA
 OPERATOR: STEWARD ENERGY II, LLC
 DESCRIPTION: 1832' FSL & 318' FEL
 ELEVATION: 3802'
 LEASE: HEISENBERG STATE COM
 U.S.G.S. TOPOGRAPHIC MAP: PRAIRIEVIEW NE, NM, TX.

1" = 1 MILE



SHEET 3 OF 3

PREPARED BY:
 R-SQUARED GLOBAL, LLC
 510 TRENTON ST., UNIT B,
 WEST MONROE, LA 71291
 318-323-6900 OFFICE
 JOB No. R4185_002

The map displays a grid of 12 sections, each labeled with a direction and a letter in parentheses. The sections are arranged in a 3x4 grid. The sections are labeled as follows:

- Top row: NWNW (D), NENW (C), NWNE (B), NENE (A)
- Middle row: SWNW (E), SENW (F), SWNE (G), SENE (H)
- Bottom row: NWSW (L), NESW (K), NWSE (J), NESE (I)

Additional labels include:

- 3825 ft (elevation marker)
- 30-025-1482 (well identifier)
- 30-025-27964 (well identifier)
- 30-025-07248 (well identifier)
- 30-025-45619 (well identifier)
- 30-025-43753 (well identifier)
- E McDonald Rd (road name)
- Heisenberg State Com #2H (boundary line)
- Affected Offset HSU (green rectangle)

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 Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

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

CONDITIONS

Action 149508

CONDITIONS

Operator: STEWARD ENERGY II, LLC 2600 Dallas Parkway Frisco, TX 75034	OGRID: 371682
	Action Number: 149508
	Action Type: [UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
Ilowe	NSL - 8458 is approved. The approved Order can be retrieved at the following OCD website link. https://ocdimage.emnrd.nm.gov/imaging/AEOrderCriteria.aspx	10/7/2022