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

APPLICATION OF STEWARD ENERGY II, LLC TO POOL ADDITIONAL INTEREST OWNERS UNDER ORDER NO. R-22051, LEA COUNTY, NEW MEXICO

CASE NO. \_\_\_\_ORDER NO. R-22051 (Re-Open)

## **APPLICATION**

Pursuant to NMSA § 70-2-17, Steward Energy II, LLC ("Applicant") (OGRID No. 371682) files this application with the Oil Conservation Division ("Division") for the limited purpose of pooling additional interest owners under the terms of Division Order No. R-22051. Applicant states the following in support of its application.

- 1. On February 23, 2022, the Division entered Order No. R-22051 ("Order") in Case No. 22476, which pooled all uncommitted interests in the Bronco; San Andres, South Pool (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 15, Township 13 South, Range 38 East, Lea County, New Mexico ("Unit"). The Order further dedicated the Unit to the Huell Fee #5H well ("Well") and designated Applicant as operator of the Unit and Well.
- 2. Since entry of the Order, Applicant has identified additional interest owners in the Unit that have not been pooled under the terms of the Order.
- 3. Applicant has undertaken diligent, good-faith efforts to obtain voluntary agreements from the additional mineral interest owners to participate in the drilling of the Well but has been unable to obtain voluntary agreements from the owners.

Released to Imaging: 5/3/2022 1:32:37 PM

4. In order to permit Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, the additional mineral interest owners should be pooled into the Unit pursuant to the terms of the Order.

WHEREFORE, Applicant requests this application be set for hearing before an Examiner of the Oil Conservation Division on June 2, 2022, and after notice and hearing as required by law, the Division pool the additional mineral interest owners into the Unit pursuant to the terms of Division Order No. R-22051.

Respectfully submitted,

HINKLE SHANOR LLP

/s/ Dana S. Hardy

Dana S. Hardy Jaclyn M. McLean Jeremy I. Martin P.O. Box 2068 Santa Fe, NM 87504-2068

Phone: (505) 982-4554 Facsimile: (505) 982-8623 dhardy@hinklelawfirm.com jmclean@hinkellawfirm.com

jmartin@hinklelawfirm.com

Counsel for Steward Energy II, LLC