

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

IN THE MATTER OF THE HEARING CALLED
BY THE OIL CONSERVATION DIVISION FOR
THE PURPOSE OF CONSIDERING:

CASE NOS: 22476

APPLICATION OF STEWARD ENERGY II,
LLC FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO

REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS
EXAMINER HEARING
February 3, 2022
SANTA FE, NEW MEXICO

This matter came on for virtual hearing before
the New Mexico Oil Conservation Division, HEARING OFFICER
WILLIAM BRANCARD and TECHNICAL EXAMINER DYLAN ROSE-COSS on
Thursday, February 3, 2022, through the Webex Platform.

Reported by: Irene Delgado, NMCCR 253
PAUL BACA PROFESSIONAL COURT REPORTERS
500 Fourth Street, NW, Suite 105
Albuquerque, NM 87102
505-843-9241

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

A P P E A R A N C E S

For the Applicant:

MICHAEL RODRIGUEZ
HINKLE SHANOR LLP
P.O. Box 0268
Santa Fe, NM 87504
505-982-4554

I N D E X

CASE CALLED

SUMMARY OF CASE AND EXHIBITS 03

TAKEN UNDER ADVISEMENT 05

REPORTER CERTIFICATE 06

E X H I B I T I N D E X

Admitted

Exhibits and Attachments 05

1 HEARING EXAMINER BRANCARD: With that, I'm
2 calling Item 42 on today's worksheet, Case 22476, Steward
3 Energy.

4 MR. RODRIGUEZ: Good morning, again. Michael
5 Rodriguez of Hinkle Shanor on behalf of Steward Energy II
6 LLC. My internet connection has been weak this morning, so
7 I turned off my video and hopefully get better audio, if
8 that's all right with the Division.

9 HEARING EXAMINER BRANCARD: We will miss your
10 face, Mr. Rodriguez, but that's fine. Are there any other
11 interested persons for case 22476?

12 (No audible response.)

13 HEARING EXAMINER BRANCARD: Hearing none, Mr.
14 Rodriguez, you may proceed.

15 MR. RODRIGUEZ: Thank you. In this case Steward
16 seeks an order pooling all uncommitted interests in the
17 Bronco San Andres formation underlying a 320 acre standard
18 horizontal spacing unit comprised of the W/2 of Section 15,
19 Township 13 South, Range 38 East in Lea County, New Mexico.
20 Steward seeks to dedicate this unit to the Huell Fee Number
21 5H well.

22 The exhibit packet submitted to the Division
23 contains compulsory pooling checklist, Exhibit A, which is
24 the land professional's testimony and related land exhibits.
25 Exhibit B is the geologist's testimony and related geology

1 exhibits.

2 And regarding notice, Exhibits A-7 and A-8
3 contain sample notice of hearing letters and affidavit of
4 publication reflecting that all requirements have been met.

5 And with that, I ask that Exhibits A, A-1 through
6 A-8, B and B-1 through B4 be admitted into the record and
7 case numbers -- the Case Number 22476 be taken under
8 advisement.

9 HEARING EXAMINER BRANCARD: Thank you. Mr.
10 Rose-Coss, any questions?

11 TECHNICAL EXAMINER ROSE-COSS: (Inaudible)
12 exhibits -- so no questions at this time.

13 HEARING EXAMINER BRANCARD: So, Mr. Rodriguez, if
14 we can look at Page 11 of your exhibits, the C-102.

15 MR. RODRIGUEZ: One moment. Okay.

16 HEARING EXAMINER BRANCARD: It's in the wrong
17 section. You've got the well -- you've got the well in
18 Section 10, and you applied for a unit in Section 15 just
19 below that.

20 MR. RODRIGUEZ: Okay, I see that. If the
21 Division would allow, I would like to get a replacement
22 C-102 sent to the Division today. Is that possible?

23 HEARING EXAMINER BRANCARD: That is possible.

24 MR. RODRIGUEZ: Okay. I will make sure to do
25 that.

1 HEARING EXAMINER BRANCARD: Any follow up to
2 that, Mr. Rose-Coss?

3 TECHNICAL EXAMINER ROSE-COSS: No, thank you.

4 HEARING EXAMINER BRANCARD: Fine. Let me ask,
5 are there any other interested persons in Case 22476,
6 Steward Energy?

7 (No audible response.)

8 HEARING EXAMINER BRANCARD: Hearing none, the
9 exhibits will be admitted into the record and the case will
10 be taken under advisement with the proviso that Steward will
11 submit a replacement C-102 that will have the correct
12 section.

13 MR. RODRIGUEZ: Thank you very much.

14 HEARING EXAMINER BRANCARD: Thank you.

15 (Exhibits admitted.)

16 (Taken under advisement pending corrected C-102.)

17

18

19

20

21

22

23

24

25

1 STATE OF NEW MEXICO
2 COUNTY OF BERNALILLO

3

4 REPORTER'S CERTIFICATE

5

6 I, IRENE DELGADO, New Mexico Certified Court
7 Reporter, CCR 253, do hereby certify that I reported the
8 foregoing virtual proceedings in stenographic shorthand and
9 that the foregoing pages are a true and correct transcript
10 of those proceedings to the best of my ability.

11 I FURTHER CERTIFY that I am neither employed by
12 nor related to any of the parties or attorneys in this case
13 and that I have no interest in the final disposition of this
14 case.

15 I FURTHER CERTIFY that the Virtual Proceeding was
16 of poor to good quality.

17 Dated this 3rd day of February 2022.

18

/s/ Irene Delgado

19

Irene Delgado, NMCCR 253
License Expires: 12-31-22

20

21

22

23

24

25