

**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**

Form C-101  
August 1, 2011  
Permit 256179

**APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE**

1. Operator Name and Address STEWARD ENERGY II, LLC 3211 Internet Blvd Frisco, TX 75034		2. OGRID Number 371682
4. Property Code 322272		3. API Number 30-025-45129
5. Property Name SAUL GOODMAN FEE		6. Well No. 002H

**7. Surface Location**

UL - Lot B	Section 2	Township 14S	Range 38E	Lot Idn 1	Feet From 214	N/S Line N	Feet From 250	E/W Line E	County Lea
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**8. Proposed Bottom Hole Location**

UL - Lot J	Section 26	Township 13S	Range 38E	Lot Idn J	Feet From 2545	N/S Line S	Feet From 1140	E/W Line E	County Lea
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**9. Pool Information**

BRONCO;SAN ANDRES, SOUTH	7500
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**Additional Well Information**

11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lease Type Private	15. Ground Level Elevation 3783
16. Multiple N	17. Proposed Depth 13779	18. Formation San Andres Formation	19. Contractor	20. Spud Date 10/15/2018
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

☐ We will be using a closed-loop system in lieu of lined pits

**21. Proposed Casing and Cement Program**

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	9.625	36	2400	850	0
Prod	7.785	5.5	20	13779	2000	0

**Casing/Cement Program: Additional Comments**

Propose to drill approx 4600', set cmt plug, kick off and drill 7-7/8 lateral to 13779
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**22. Proposed Blowout Prevention Program**

Type	Working Pressure	Test Pressure	Manufacturer
Annular	3000	1500	Schafer
Double Ram	3000	1500	Schafer

23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief.  
 I further certify I have complied with 19.15.14.9 (A) NMAC ☒ and/or 19.15.14.9 (B) NMAC ☒, if applicable.

**OIL CONSERVATION DIVISION**

Signature:

Printed Name: Electronically filed by William McMann

Title:

Email Address: bill.mcmann@stewardenergy.net

Date: 8/17/2018

Phone: 214-297-0516

Approved By: Paul F Kautz

Title: Geologist

Approved Date: 8/21/2018

Expiration Date: 8/21/2020

Conditions of Approval Attached

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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

<sup>1</sup> API Number	<sup>2</sup> Pool Code	<sup>3</sup> Pool Name
<sup>4</sup> Property Code	<sup>5</sup> Property Name <b>SAUL GOODMAN FEE</b>	
<sup>7</sup> GRID No.	<sup>8</sup> Operator Name <b>STEWART ENERGY II, LLC</b>	
	<sup>6</sup> Well Number <b>#2H</b>	<sup>9</sup> Elevation <b>3783'</b>

<sup>10</sup>Surface Location

UL or lot no. <b>1</b>	Section <b>2</b>	Township <b>14-S</b>	Range <b>38-E</b>	Lot Idn <b>-</b>	Feet from the <b>214'</b>	North/South line <b>NORTH</b>	Feet from the <b>250'</b>	East/West line <b>EAST</b>	County <b>LEA</b>
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<sup>11</sup>Bottom Hole Location If Different From Surface

UL or lot no. <b>J</b>	Section <b>26</b>	Township <b>13-S</b>	Range <b>38-E</b>	Lot Idn <b>-</b>	Feet from the <b>2545'</b>	North/South line <b>SOUTH</b>	Feet from the <b>1140'</b>	East/West line <b>EAST</b>	County <b>LEA</b>
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<sup>12</sup> Dedicated Acres <b>240</b>	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.
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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.

<p><sup>16</sup></p> <p>LOWER MOST PERF. / BOTTOM HOLE LOCATION NEW MEXICO EAST NAD 1983 X=929422 Y=788971 LAT.: N 33.1623978 LONG.: W 103.0651812 MD = 13779'</p> <p>UPPER MOST PERF. NEW MEXICO EAST NAD 1983 X=929382 Y=781235 LAT.: N 33.1411407 LONG.: W 103.0656181 MD = 6043'</p> <p>SURFACE LOCATION NEW MEXICO EAST NAD 1983 X=930271 Y=780932 LAT.: N 33.1402777 LONG.: W 103.0627270</p>		<p><sup>17</sup>OPERATOR CERTIFICATION</p> <p>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.</p> <p>Signature _____ Date _____</p> <p>Printed Name _____</p> <p>E-mail Address _____</p> <p><sup>18</sup>SURVEYOR CERTIFICATION</p> <p>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 to the best of my belief.</p> <p>06/05/2018 Date of Survey Signature and Seal of Professional Surveyor  Stan W. Lloyd Certificate Number</p>
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**Oil Conservation Division**  
**1220 S. St Francis Dr.**  
**Santa Fe, NM 87505**

Form APD Comments

Permit 256179

**PERMIT COMMENTS**

Operator Name and Address: STEWARD ENERGY II, LLC [371682] 3211 Internet Blvd Frisco, TX 75034		API Number: 30-025-45129
		Well: SAUL GOODMAN FEE #002H

Created By	Comment	Comment Date
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Form APD Conditions

Permit 256179

**PERMIT CONDITIONS OF APPROVAL**

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	Well: SAUL GOODMAN FEE #002H

OCD Reviewer	Condition
pkautz	Will require a directional survey with the C-104
pkautz	SURFACE & PRODUCTION CASING - Cement must circulate to surface
pkautz	If cement does not circulate to surface, must run temperature survey or other log to determine top of cement
pkautz	Surface casing must be set 25' below top of Rustler Anhydrite in order to seal off protectable water
pkautz	1)- The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of the well being spud 2)- Drilling Sundries Form C-103 (Casing and Cement test are to be submitted within 10 days 3)- Completion Reports & Logs are to be submitted within 45 days 4)- Deviation / Directional Drill Survey are to be filed with or prior to C-104
pkautz	It is the operator's responsibility to monitor cancellation dates of approved APDs. APD's are good for 2 years and may be extended for one year. Only one 1 year extension will be granted if submitted by C-103 before expiration date. After expiration date or after a 1 year extension must submit new APD.
pkautz	Stage Tool - 1) Must notify OCD Hobbs Office prior to running Stage Tool at 575-370-3186 2) If using Stage Tool on Surface casing, Stage Tool must be set greater than 350' from surface and a minimum of 200 feet above surface shoe. 3) When using a Stage Tool on Intermediate or Production Casing Stage must be a minimum of 50 feet below previous casing shoe.