

ABOVE THIS LINE FOR DIVISION USE ONLY

**NEW MEXICO OIL CONSERVATION DIVISION**  
 - 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

**Application Acronyms:**

- [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]  
 [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]  
 [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]  
 [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]  
 [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]  
 [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] **TYPE OF APPLICATION** - Check Those Which Apply for [A] NSL-7506

- [A] Location - Spacing Unit - Simultaneous Dedication  
 NSL  NSP  SD

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement  
 DHC  CTB  PLC  PC  OLS  OLM

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
 WFX  PMX  SWD  IPI  EOR  PPR

[D] Other: Specify \_\_\_\_\_

[2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or  Does Not Apply

- [A]  Working, Royalty or Overriding Royalty Interest Owners  
 [B]  Offset Operators, Leaseholders or Surface Owner  
 [C]  Application is One Which Requires Published Legal Notice  
 [D]  Notification and/or Concurrent Approval by BLM or SLO  
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office  
 [E]  For all of the above, Proof of Notification or Publication is Attached, and/or,  
 [F]  Waivers are Attached

[3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

[4] **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.**

Melanie J. Wilson  
 Print or Type Name

Signature

Agent  
 Title

08/11/2017  
 Date

Mjp1692@gmail.com  
 e-mail Address



# STEWARD

ENERGY II

August 11, 2017

Oil Conservation Division  
Attention: Mr. Leonard Lowe  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505

Re: Application for Unorthodox Well Location  
Pinkman Fee #1H            API No. 30-025-43910  
SHL: 2346' FSL & 702' FEL, Section 23-T14S-R38E  
Proposed FTP: 2310' FNL & 75' FEL, Section 23-T14S-R38E  
BHL: 330' FNL & 75' FEL, Section 14-T14S-R38E  
Proposed LTP: 330' FNL & 75' FEL, Section 14-T14S-R38E  
Lea County, New Mexico

Dear Mr. Lowe,

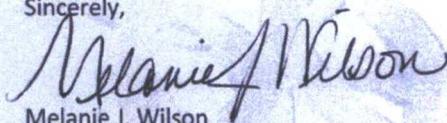
Pursuant to Division Rule 19.15.15.13, Steward Energy II, LLC (Steward Energy) respectfully requests administrative approval of an unorthodox oil well location for its Pinkman Fee #1H well. The producing interval of this well does not meet the 330' from the outer boundary of the project area requirement. Attached is a form C-102 showing the project area and the producing area of this well.

Steward Energy is seeking approval of the unorthodox location in order to maximize recovery of reserves. The New Mexico Oil Conservation Division's approval of this unorthodox completed interval for the Pinkman Fee #1H well will allow for efficient recovery of reserves thereby preventing waste and improving well performance.

The affected offset tracts are tracts to the east of the project area. Texas borders the project area on the eastern side. All affected offset tracts are in Texas, therefore no notice to offset operators is required.

Thank you for your consideration of this application. Should you have questions or require further information, please contact me at 575-914-1461 or by email at [mjp1692@gmail.com](mailto:mjp1692@gmail.com).

Sincerely,



Melanie J. Wilson  
Agent for Steward Energy II, LLC

Enclosures

cc: Hobbs OCD

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., Sante 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.  
Sante 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 30-025-43910		<sup>2</sup> Pool Code 7500		<sup>3</sup> Pool Name BRONCO; SAN ANDRES, SOUTH	
<sup>4</sup> Property Code 317406		<sup>5</sup> Property Name PINKMAN FEE			<sup>6</sup> Well Number 1H
<sup>7</sup> OGRID No. 371682		<sup>8</sup> Operator Name STEWARD ENERGY II, LLC			<sup>9</sup> Elevation 3753'

Surface Location

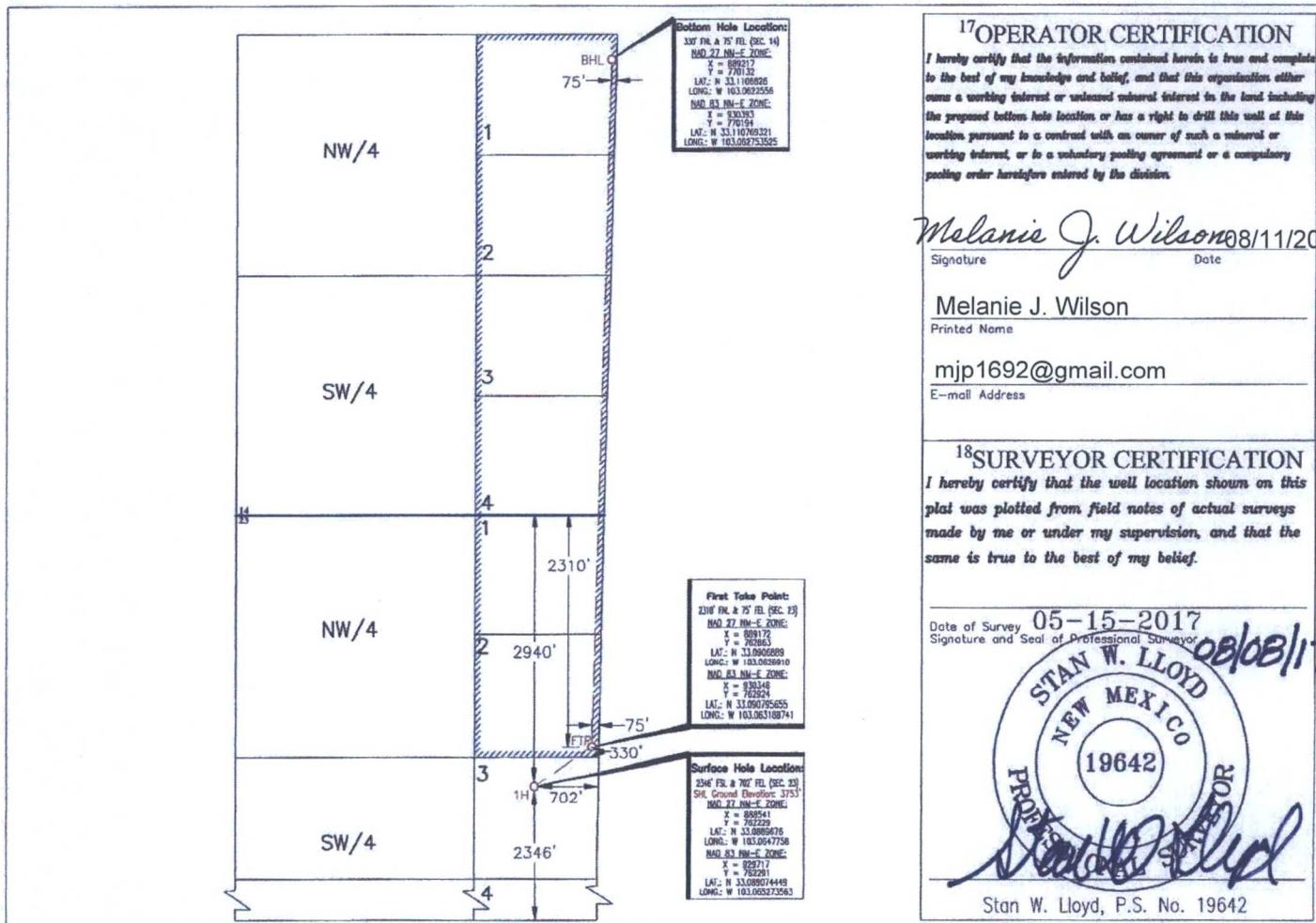
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
3	23	14-S	38-E	-	2346'	SOUTH	702'	EAST	LEA

Bottom Hole Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
1	14	14-S	38-E	-	330'	NORTH	75'	EAST	LEA

<sup>12</sup> Dedicated Acres 273.11	<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.



**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.

Melanie J. Wilson 08/11/2017  
Signature Date

Melanie J. Wilson  
Printed Name  
mjp1692@gmail.com  
E-mail Address

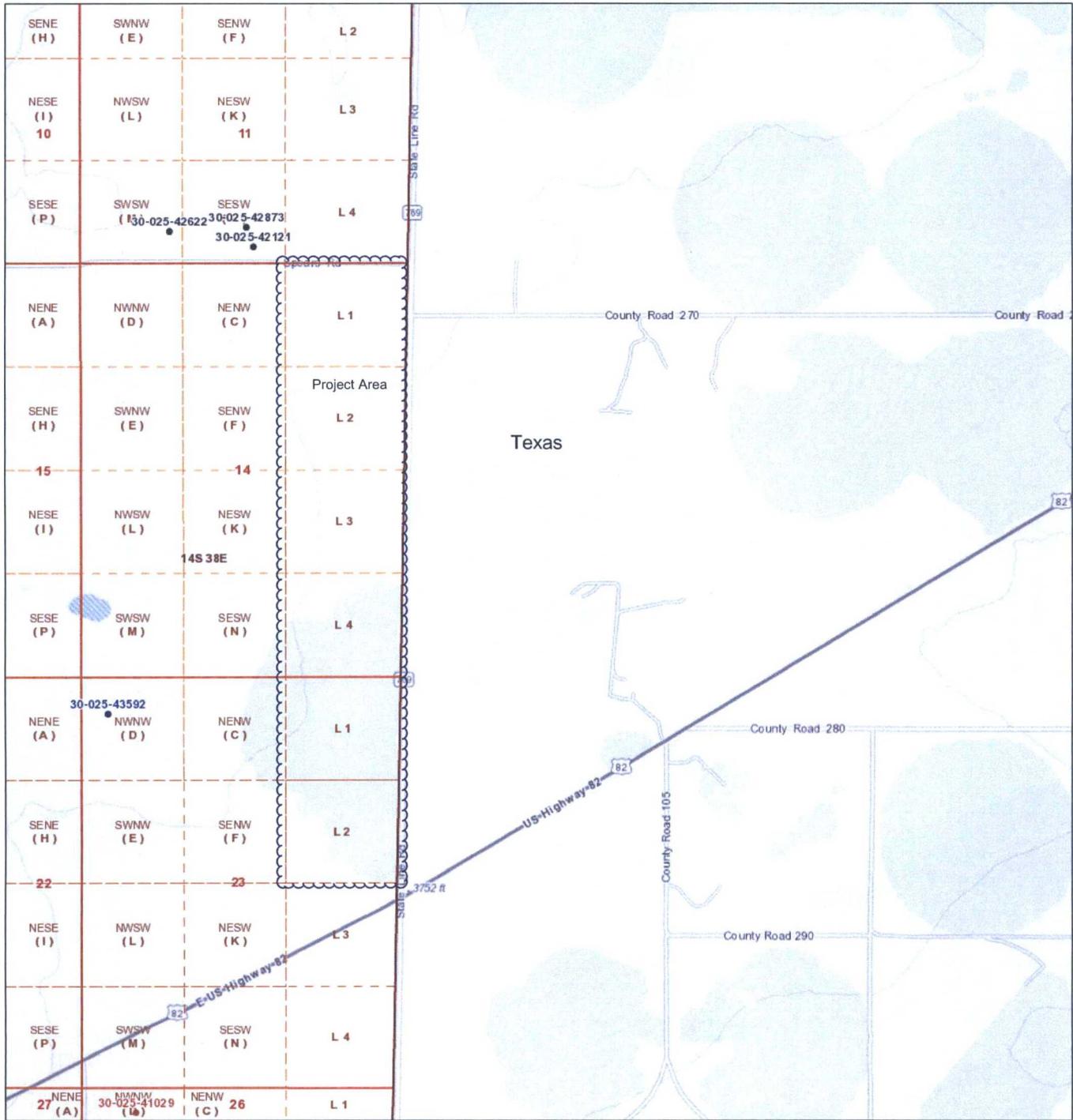
**18 SURVEYOR CERTIFICATION**  
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true to the best of my belief.

Date of Survey 05-15-2017  
Signature and Seal of Professional Surveyor

STAN W. LLOYD  
NEW MEXICO  
19642  
PROFESSIONAL SURVEYOR  
Stan W. Lloyd, P.S. No. 19642

8/13/17

Steward Energy II, LLC  
Pinkman Fee #1H



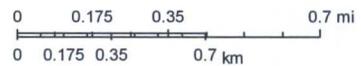
July 31, 2017

Well Locations - Large Scale

- + <all other values>
- + Miscellaneous
- + CO2 Active
- + CO2 Cancelled
- + CO2 New
- + CO2, Plugged
- + CO2, Temporarily Abandoned
- + Gas Active
- + Gas, Cancelled, Never Drilled
- + Gas, New
- + Gas, Plugged
- + Gas, Temporarily Abandoned

- + Injection, Active
- + Injection, Cancelled
- + Injection, New
- + Injection, Plugged
- + Injection, Temporarily Abandoned
- + Oil, Active
- + Oil, Cancelled
- + Oil, New
- + Oil, Plugged
- + Oil, Temporarily Abandoned
- + Salt Water Injection, Active
- + Salt Water Injection, Cancelled
- + Salt Water Injection, New
- + Salt Water Injection, Plugged
- + Salt Water Injection Temporarily Abandoned
- + Water, Active
- + Water, Cancelled
- + Water, New
- + Water, Plugged
- + Water, Temporarily Abandoned
- + OCD District Offices
- + PLSSTownship
- + PLSSSecondDivision\_WMAS84\_UnitLtr
- + PLSSFirstDivision

1:18,056



Sources: Esri, HERE, DeLorme, Intermap, increment P Corp., GEBCO, USGS, FAO, NPS, NRCAN, GeoBase, IGN, Kadaster NL, Ordnance Survey, Esri Japan, METI, Esri China (Hong Kong), swisstopo, MapmyIndia, © OpenStreetMap contributors, and the GIS User Community

## **Lowe, Leonard, EMNRD**

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**From:** Lowe, Leonard, EMNRD  
**Sent:** Thursday, August 17, 2017 10:56 AM  
**To:** 'mjp1692@gmail.com'  
**Cc:** Brown, Maxey G, EMNRD; McMillan, Michael, EMNRD; Goetze, Phillip, EMNRD; Jones, William V, EMNRD; 'jglover@blm.gov'; 'scaffey@blm.gov'; 'rjsanche@blm.gov'; 'lisa@rwbyram.com'; Kautz, Paul, EMNRD  
**Subject:** APPROVED NSL-7566\_Steward Energy II, LLC\_Pinkman Fee Well No. 1H\_SEC 23 14S 38E  
**Importance:** High

Ms. Melanie J. Wilson,

The following administrative order has been issued and will soon be available on the Division's web site: <http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx>

### **NSL-7566**

Steward Energy II, LLC

API #: 30-025-43910

WELL: Pinkman Fee Well No. 1H

### **Leonard Lowe**

Engineering Bureau

Oil Conservation Division

Energy Minerals and Natural Resources Department

1220 South St. Frances

Santa Fe, New Mexico 87004

Office: 505-476-3492

Cell: 505-930-6717

Fax: 505-476-3462

E-mail: [leonard.lowe@state.nm.us](mailto:leonard.lowe@state.nm.us)

Website: <http://www.emnrd.state.nm.us/ocd/>