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

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

Case No. 21117

STEWARD ENERGY II, LLC'S PRE-HEARING STATEMENT

Steward Energy II, LLC ("Steward") submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

Steward is the applicant in this case. Its business address is 2600 Dallas Parkway, Suite 400, Frisco, Texas 75034. Steward is represented by the undersigned counsel.

STATEMENT OF THE CASE

Steward's application seeks an order pooling all uncommitted mineral interests in the San Andres formation in a 480-acre, more or less, standard horizontal spacing unit comprised of the W/2 of Section 23 and the NW/4 of Section 26, Township 13 South, Range 38 East in Lea County, New Mexico.

PROPOSED EVIDENCE

WITNESS	ESTIMATED TIME	<u>EXHIBITS</u>
Taylor Warren (Landman)	10 minutes	Approx. 7
Shane Seals (Geologist)	10 minutes	Approx. 5

Steward reserves the right to call a rebuttal witness(es) if appropriate.

PROCEDURAL MATTERS

Steward is not aware of any procedural matters to be resolved prior to the hearing. If there is no opposition to its application, Steward will present its case by affidavit

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