

July 31, 2017

Alberto A. Gutiérrez, C.P.G.

Mr. David Catanach, Director NM Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

THIS VIA FEDERAL EXPRESS AND EMAIL

15866

Re: C-108 Application of Stakeholder Gas Services LLC for Approval of 2 New Acid Gas Injection (AGI) Wells Near Lovington, NM

Dear Director Catanach:

Enclosed, please see four (4) copies of the above-referenced application filed today on behalf of Stakeholder Gas Services LLC.

Stakeholder purchased selected assets belonging to Agave Energy and is in the process of designing and permitting a gas processing facility in Lea County NM. The location of the facility (which is on the site of a former Agave compressor station) is in Section 21 T16S, R35E. The enclosed application is for the installation of two AGI wells associated with the planned facility.

The enclosed application is submitted herein with a request for a hearing date from the NMOCC in October 2017. The attached C-108 is complete and contains a detailed assessment of the area of review in the vicinity of the proposed wells. As you can see from Appendix B of the enclosed application, we have done all the necessary land work to identify all potentially affected parties requiring notice of the application. As soon as we are assigned a case number, and hearing scheduled we will provide appropriate individual notice to all potentially affected parties within the area of review. We will check with Florene in the coming weeks to determine when we will be scheduled for hearing.

Please call me or James Hunter at 505-842-8000 if you or NMOCD technical staff have any questions.

Sincerely, Geolex, Inc.

Alberto A. Gutierrez, RG

President & Consultant to Stakeholder Gas Services LLC

cc: Phillip Goetze,

via email w/encl. NMOCD, Engineering Bureau, Santa Fe

Florene Davidson,

via email w/encl. NMOCD, Santa Fe

Durell Johnson, PE

via email w/encl Stakeholder Gas Services LLC, San Antonio

Gaylon Gray,

via email w/encl Stakeholder Gas Services LLC, San Antonio

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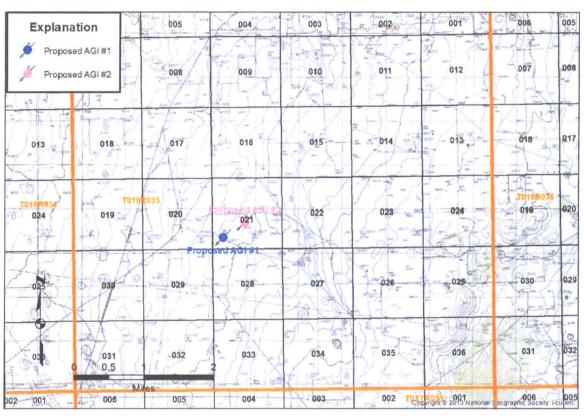
phone: 505-842-8000 fax: 505-842-7380 500 Marquette Avenue NW, Suite 1350 Albuquerque, New Mexico 87102 email: aag@geolex.com web: www.geolex.com





Application for Authorization to Inject from Proposed Stakeholder Gas Services, LLC AGI #1 and AGI #2

AGI #1: 660' FSL, 1790' FWL Section 21, T16S, R35E, Lea Co. NM AGI #2: 1980' FSL, 2080' FEL Section 21, T16S, R35E, Lea Co. NM



July 28, 2017

Prepared For:

New Mexico Oil Conservation Commission 1220 S. St. Francis Drive, Santa Fe, NM 87505

Prepared By:

Submitted By:

Geolex, Inc. 500 Marquette Avenue, NW #1350 Albuquerque, New Mexico 87102 (505)-842-8000 Stakeholder Gas Services LLC 777 E Sonterra Blvd., Suite 100 San Antonio, Texas 78258 210-444-9664