

APPENDIX C

Copies of Notice Letters, Documentation, and Affidavit of Publication of Newspaper Notice

July XX, 2017

Party To Be Notified
Address
City, State Zip

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED

RE: CASE NUMBER X-XXXX STAKEHOLDER GAS SERVICES, LLC, PROPOSED
STAKEHOLDER AGI #1 AND #2

This letter is to advise you that Stakeholder Gas Services, LLC ("Stakeholder") filed the enclosed application on July XX, 2017, with the New Mexico Oil Conservation Commission seeking authorization to drill two Acid Gas Injection (AGI) wells at their Stakeholder Gas Plant (the "Plant") in Lea County, New Mexico. The proposed wells will be located in Section 21, Township 16 South, Range 35 East, NMPM, Lea County, New Mexico. Stakeholder plans to inject up to 3.4 million standard cubic feet per day (MMSCFD) of treated acid gas from the Plant at a maximum pressure of 1,845 psig into each of these wells, for a total of 6.8 MMSCFD of treated acid gas from the plant. Injection will be constrained to the Premier Sand, a lower member of the Grayburg Formation between approximately 4,700 and 4,800 feet.

This application (Case Number X-XXXX) has been set for hearing before the New Mexico Oil Conservation Commission at XX:XX am on September XXth, 2017, in Porter Hall at the New Mexico Oil Conservation Division's Santa Fe office located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest that may be affected by Stakeholder's application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the application at a later date.

A party appearing at the hearing is required by Division Rule 19.15.4.13 NMAC to file a Pre-Hearing Statement at least four days in advance of a scheduled hearing, but in no event not later than 5:00 p.m. Mountain Time on the Thursday preceding the scheduled hearing date. This statement must be filed at the Division's Santa Fe office at the above-specified address and should include the names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and an identification of any procedural matters that need to be resolved prior to the hearing.

If you have any questions concerning this application, you may contact Mr. Alberto Gutierrez at (505) 842-8000 at Geolox, Inc.; 500 Marquette Avenue NW, Suite 1350; Albuquerque, New Mexico 87102.

Sincerely,
Geolox, Inc.

Alberto A. Gutiérrez, C.P.G.
President
Consultant to Stakeholder Midstream

Enclosure: C-108 Application for Authority to Inject

LEGAL NOTICE

STAKEHOLDER GAS SERVICES LLC, whose address is 777 E. Sonterra Blvd., Suite 100, San Antonio, Texas 78258, proposes to drill two acid gas injection (AGI) wells to dispose of acid gases from its proposed natural gas plant operations to be located approximately 9 miles southwest of Lovington in Lea County, New Mexico. The Stakeholder AGI #1 well will be drilled at a surface location approximately 660 feet from the south line (FSL) and 1790 feet from the west line (FWL) of Section 21, Township 16 South, and Range 35 East in Lea County, New Mexico, and AGI #2 will be drilled approximately 1,980 feet from the west line (FWL) and 2,080 feet from the south line (FSL) of the same Section. Both Stakeholder AGI wells are designed as vertical wells. The injection interval will be in the Permian Premier Sand unit of the Grayburg Formation at depths of approximately 4,700 to 4,800 feet. The maximum average injection rate will be approximately 6.8 million standard cubic feet per day of acid gases, at a maximum surface pressure of 1,845 psig. Interested parties must file objections with the New Mexico Oil Conservation Division, 1220 South St. Francis Dr., Santa Fe, New Mexico 87505, within 15 days.

Inquiries regarding this application should be directed to Mr. Alberto A. Gutierrez or Mr. James C. Hunter at Geolex Inc, 500 Marquette Ave. NW, Albuquerque New Mexico 87102, (505)-842-8000.