MONTGOMERY & ANDREWS

COUNSEL EMERITUS PROFESSIONAL ASSOCIATION William R. Federici ATTORNEYS AND COUNSELORS AT LAW

J.O. Seth (1883-1963) A.K. Montgomery (1903-1987) Frank Andrews (1914-1981)

Seth D. Montgomery (1937-1998)

Victor R. Ortega Gary Kilpatric Thomas W. Olson Walter J. Melendres John B. Draper Nancy M. King Sarah M. Singleton Stephen S. Hamilton Edmund H. Kendrick Louis W. Rose Randy S. Bartell

Paul E. Houston Kevin M. Sexton Jeffery L. Martin Alexandra Corwin Aguilar Jeffrey J. Wechsler Shannon A. Parden Brian T. Judson Susan R. Johnson Holly Agajanian Sharon T. Shaheen Jaime R. Kennedy

OF COUNSEL Joe A. Sturges J. Scott Hall Suzanne C. Odom Earl Potter, P.A.

325 Paseo de Peralta Santa Fe, New Mexico 87501

Post Office Box 2307 Santa Fe, New Mexico 87504-2307

> Telephone (505) 982-3873 Fax (505) 982-4289

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ALBUQUERQUE OFFICE

6301 Indian School Road, N.E. Suite 400 Albuquerque, New Mexico 87110

Post Office Box 36210 Albuquerque, New Mexico 87176-6210

> Telephone (505) 884-4200 Fax (505) 888-8929

www.montand.com Reply tesanta Fe Office

HAND-DELIVERED

Mark Fesmire, Director New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505

> Re: NMOCD Case No. 14161; Amended Application of Targa Midstream Services L. P. for Approval of an Acid-Gas Injection Well, Lea County, New Mexico

Dear Mr. Fesmire:

Enclosed for filing in the above matter is an original and one copy of our Amended Application. The amendment was necessary to reflect the correct well location of 662' FSL and 2,513' FEL, instead of 2,513' FWL as shown on the original Application.

Very truly yours,

MONTGOMERY & ANDREWS, P.A.

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J. Scott Hall

JSH/mb

Enclosures

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

IN THE MATTER OF THE APPLICATION OF TARGA MIDSTREAM SERVICES LP FOR APPROVAL OF AN ACID GAS INJECTION WELL, LEA COUNTY, NEW MEXICO CASE NO. 14761 C

AMENDED APPLICATION

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TARGA MIDSTREAM SERVICES LP, by its undersigned attorneys, Montgomery and Andrews, P.A., (J. Scott Hall) hereby makes application pursuant to, *inter-alia*, Division Rule 701 for an order approving the Monument AGI No. 1 well for acid-gas injection operations. In support, Applicant states:

1. Applicant proposes to drill and complete the following well for acid-gas injection operations in Lea County, New Mexico:

Monument AGI No. 1 662' FSL and 2,513' FEL Section 36: SW/4 SE/4 (Unit O) T-19-S, R-36-E, NMPM

- 2. Applicant proposes injection of acid gas and water through a closed system into the Devonian and Fusselman formations through perforations at depths of 8,350' to 9,200' at an anticipated injection pressure of 0 psi. Applicant proposes injection at average daily rates of approximately 3,500 bbls and 2.66 mmcfd of acid gas and water and at maximum daily rates of approximately 5,000 bbls and 3.38 mmcfpd. The source of the injected fluids will be the Targa Resources LLC Monument Gas Plant.
- 3. Applicant's proposed injection operation can be conducted in a safe and responsible manner without causing waste, impairing correlative rights or endangering fresh water, public health or the environment.

WHEREFORE Applicant requests that this Application be set for hearing before a duly appointed examiner of the Oil Conservation Division on August 7, 2008 and that after notice and hearing as required by law, the Division enter its Order approving the drilling and operation of the Monument AGI No. 1 well for acid-gas injection operations, for the injection of acid-gas fluids into the Devonian and Fusselman formations at the intervals and at the pressures, volumes and rates indicated, and making such other and further provisions as the Division determines appropriate.

MONTGOMERY & ANDREWS, P.A.

By:

J. Scott Hall

Attorneys for Targa Midstream Services LP Post Office Box 2307

Santa Fe, New Mexico 87504-2307

(505) 982-3873

<u>Case 14161</u>: Amended Application of Targa Midstream Services LP for Approval of an Acid-Gas Injection Well, Lea County, New Mexico. Applicant seeks approval to drill and utilize the following well for acid-gas injection operations:

Monument AGI No. 1 Well 662' FSL and 2,513' FEL Section 36: SW/4 SE/4 (Unit O) T-19-S, R-36-E, NMPM Lea County, New Mexico

Applicant proposes the injection of acid gas and water through a closed system into the Devonian and Fusselman formations through perforations at depths of 8,350' to 9,200' at average daily rates of approximately 3,500 bbls and 2.66 mmcfd with maximum daily rates of approximately 5,000 bbls and 3.38 mmcfpd at an injection pressure of 0 psi. The subject well is located approximately 4 miles west of Monument, New Mexico.