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

APPLICATION OF MILESTONE ENVIRONMENTAL
SERVICES, LLC TO AMEND ORDER NOS. R-21441/SWD-2034
AND IPI-536 TO INCREASE THE APPROVED
INJECTION RATE FOR THE BEAZA SWD NO. 1,
LEA COUNTY, NEW MEXICO.

CASE NO

CASE NO. _____

APPLICATION

In accordance with NMSA 1978, § 70-2-12(B)(15) and 19.15.26.8 NMAC, Milestone Environmental Services, LLC ("Milestone") (OGRID No. 328435) files this application with the Oil Conservation Division to amend Order Nos. R-21441/SWD-2034 and IPI-536 to increase the approved maximum rate of injection into its Beaza SWD #1 (API. No. 30-025-49600) ("Well") from 10,000 barrels per day (bpd) to 20,000 bpd. In support of this Application, Milestone states the following:

- 1. The Well is located 160 feet from the East line and 2480 feet from the North line (Unit H) in Section 25, Township 24 South, Range 34 East, NMPM in Lea County, New Mexico.
- 2. The Well is approved as a commercial produced water disposal well under Order R-21441/SWD-2034 to inject into the Bell Canyon and Cherry Canyon formations through perforations from 5,497 feet to 7,240 feet below the surface at a maximum surface injection pressure of 2,000 psi approved under Order IPI-536.
- 3. Order No. R-21441 approved a maximum injection rate of 10,000 bpd but states that "the Director may authorize an increase in the injection rate upon a proper showing by the Operator of the subject well that such an increase in injection rate shall not result in a pressure that exceeds the formation parting pressure nor result in migration of the disposed fluid from the approved injection interval."

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- 4. The proposed increase in the injection rate will not result in a pressure that exceeds the formation parting pressure nor result in migration of the disposed fluid from the approved injection interval.
- 5. Milestone seeks to increase the maximum daily rate of injection to provide additional disposal capacity, which is necessary to serve its customers.
- 6. All other conditions of the approved permit under Order Nos. R-21441/SWD-2034 and IPI-536 would remain unchanged.
 - 7. Approving this application will prevent waste and protect correlative rights.
- 8. Milestone requests this application be set for hearing pursuant to 19.15.26.8(E) NMAC.

WHEREFORE, Milestone requests that this application be set for hearing before an Examiner of the Oil Conservation Division on January 8, 2026, and, after notice and hearing as required by law, the Division enter an order approving this application.

Respectfully submitted,

HARDY MCLEAN LLC

/s/ Dana S. Hardy

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