June 16th, 2011

RE: NMOCD Case No. ; Application of Basic Energy Services, L.P. for Authorization to Conduct Injection Operations, Eddy Country, New Mexico

To Whom It May Concern:

In writing in response to your previous letter received around the first of June, concerning Belco State #2 Injection Well. I am on disability and fixed income. No objections as long as it does not result in damage to property, animals, or people health. My residence is within 700 ft of injection point. Do to lack of income; I will not be attending June 23rd, 2011 hearing.

Truly Yours,

John Hines

June 17, 2011

325 Paseo de Peralta Santa Fe, NM 87501

RE: NMOCD Case No. ; Application of Basic Energy Services, L.P. for Authorization to Conduct Injection Operations, Eddy County, New Mexico

To Whom It May Concern,

Writing in response to letter the letter received around the first of June concerning Belco State #2 Injection Well. I am on disability & fixed income; I have no objection as long as it does not result in damage to property, animals, or the health of people. My residence is within 700 ft of injection point. Again, do to lack of income I will not be attending the hearing on June 23rd, 2011.

Sincerely yours,

John Hines



J. SCOTT HALL

Office: (505) 986-2646
Email: shall@montand.com
Reply To: Santa Fe Office

www.montand.com

May 27, 2011

Certified Mail Return Receipt Requested

Mr. John Hines P.O. Box 1011 Loving, NM 88256

Re: NMOCD Case No. ______; Application of Basic Energy Services, L.P. for Authorization to Conduct Injection Operations, Eddy County, New Mexico

Dear Mr. Hines:

This will advise that Basic Energy Services, L.P. has filed an Application with the New Mexico Oil Conservation Division for an order authorizing Applicant to convert and utilize its Belco State No. 2 well for injection of water through a closed system into the Delaware, Bell Canyon and Cherry Canyon formations, South Loving Delaware Pool (40380). The well is located in the SW/4 NW/4 of Section 20, Township 23 South, Range 28 East, NMPM, Eddy County, New Mexico.

A copy of the Application is enclosed. Previously, the Applicant filed a C-108 Application for Authorization to Inject with the NMOCD which was provided to you earlier. Should you require another copy of the C-108, please advise.

This application will be set for hearing before a Division Examiner on June 23, 2011, at 8:15 a.m. at the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico. You are not required to attend this hearing, but as an owner of an interest that may be affected, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging this application at a later time. If you intend to attend the hearing and present testimony or evidence, you must enter your appearance and serve the Division, counsel for the Applicant, and other parties with a pre-hearing statement at least four

REPLY TO:

325 Paseo de Peralta Santa Fe, New Mexico 87501 Telephone (505) 982-3873 • Fax (505) 982-4289

Post Office Box 2307 Santa Fe, New Mexico 87504-2307 6301 Indian School Road NE, Suite 400 Albuquerque, New Mexico 87110 Telephone (505) 884-4200 • Fax (505) 888-8929

Post Office Box 36210 Albuquerque, New Mexico 87176-6210 Mr. John Hines May 24, 2011 Page 2

business days before the scheduled hearing date in accordance with Division Rule 19.15.4.13 NMAC.

You may also waive any objections to this Application by signing the enclosed copy of this letter where indicated and then returning the same to me in the enclosed stamped, self-addressed envelope.

Very truly yours,

MONTGOMERY & ANDREWS, P.A.

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J. Scott Hall

Attorneys for Basic Energy Services, L.P.

JSH:kw Enclosure

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Waiver of Objections

John Hines