

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

**APPLICATION OF MILESTONE  
ENVIRONMENTAL SERVICES LLC  
FOR APPROVAL OF A SALT  
WATER DISPOSAL WELL IN  
LEA COUNTY, NEW MEXICO**

**CASE NO. 20657**

**PRE-HEARING STATEMENT**

This pre-hearing statement is submitted by the New Mexico State Land Office as required by the Oil Conservation Division under 19.15.4.13 (A) NMAC.

**APPEARANCES**

**APPLICANT**

Permian Oilfield Partners, LLC

**APPLICANT'S ATTORNEY**

Gary W. Larson & Dana S. Hardy  
Hinkle Shanor LLP

**OPPONENTS**

New Mexico State Land Office

Delaware Energy, LLC

COG Operating LLC

**OPPONENT'S ATTORNEY**

Andrea Antillon

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Elizabeth A. Ryan

## STATEMENT OF THE CASE

### APPLICANT

CASE NO. 20657

Application of Milestone Environmental Services LLC, for approval of a salt water disposal well in Lea County, New Mexico. The proposed well is located within a ¼ mile of State Trust surface and mineral estate and will be injecting produced water into the Delaware Mountain Group.

### OPPONENT NEW MEXICO STATE LAND OFFICE

The New Mexico State Land Office (SLO) is concerned with injection into the Delaware Mountain Group and the potential to cause waste. SLO is concerned with protection of known oil and gas within the Delaware Mountain Group (Bell Canyon, Cherry Canyon, and Brushy Canyon) and down to the Avalon Shale. This interval includes multiple oil and gas zones with viable horizontal drilling prospects.

## PROPOSED EVIDENCE

### APPLICANT

The State Land Office has not received notice of witnesses or exhibits that will be presented by the Applicant or other Opponents.

### STATE LAND OFFICE

#### WITNESSES

Anchor Holm

#### EST. TIME

30 min

#### EXHIBITS

Approx. 10

## PROCEDURAL MATTERS

No procedural matters have been identified that are to be resolved prior to the hearing.

Respectfully submitted,



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## CERTIFICATE OF SERVICE

I hereby certify that on this 15<sup>th</sup> day of August, 2019, a copy of the foregoing Entry of Appearance was served via email upon the following:

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