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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

APPLICATION OF NGL WATER SOLUTIONS PERMIAN, LLC FOR APPROVAL OF A SALT WATER DISPOSAL WELL, LEA COUNTY, NEW MEXICO.

Case No. 20141

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Kaiser-Francis Oil Company ("KFOC") as required by the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

NGL Water Solutions, LLC

OPPONENT

Kaiser-Francis Oil Company

Invenergy, LLC

Commissioner of Public Lands

APPLICANT'S ATTORNEY

Deanna Bennett

OPPONENT'S ATTORNEY

James Bruce

Holland & Hart, LLP

Andrea Antillon

STATEMENT OF THE CASE

APPLICANT.

NGL Water Solutions Permian, LLC ("NGL") seeks approval to inject produced water into the Siluro-Devonian formation through the Sparrow SWD Well No. 1, located in Section 11, Township 24 South, Range 33 East, NMPM.

OPPONENT

KFOC will present evidence of substantial faulting in the area of the proposed SWD well, which precludes safe injection into the well.

PROPOSED EVIDENCE

APPLICANT

<u>WITNESSES</u> <u>EST. TIME</u> <u>EXHIBITS</u>

OPPONENT

<u>WITNESSES</u> <u>EST. TIME</u> <u>EXHIBITS</u>

David Hamilton 10 min. Approx. 4 (landman)

Chris Miller 25 min. Approx. 4 (geologist)

PROCEDURAL MATTERS

Respectfully submitted,

James Bruce

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CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record this _____ day of July, 2019 by e-mail:

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