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

APPLICATION OF SALT CREEK MIDSTREAM, LLC FOR AUTHORIZATION TO INJECT, LEA COUNTY, NEW MEXICO.

Case No. 20780

DEC 09 2019 PH03:23

SALT CREEK MIDSTREAM, LLC'S ERRATA NOTICE

Salt Creek Midstream, LLC ("Salt Creek") submitted its Amended Pre-Hearing Statement and hearing exhibits on December 4, 2019. Salt Creek has identified an error on page 38 of Exhibit 1. Accordingly, Salt Creek is attaching a revised page 38 of Exhibit 1.

Respectfully submitted,

HINKLE SHANOR LLP Thomas M. Hnasko

Thomas M. Hnasko Dana S. Hardy P.O. Box 2068 Santa Fe, NM 87504-2068 Phone: (505) 982-4554 Facsimile: (505) 982-8623 thnasko@hinklelawfirm.com dhardy@hinklelwafirm.com

Counsel for Salt Creek Midstream, LLC

CERTIFICATE OF SERVICE

I certify that a true and correct copy of the foregoing Errata Notice was sent to the following counsel of record by electronic mail on December 9, 2019.

Eric Ames Assistant General Counsel New Mexico Energy, Minerals, and Natural Resources Dept. 1220 South St. Francis Drive Santa Fe, NM 87505 <u>Eric.ames@state.nm.us</u> *Counsel for New Mexico Oil Conservation Division*

Andrea Antillon Associate Counsel New Mexico State Land Office P.O. Box 1148 Santa Fe, NM 87504 <u>aantillon@slo.state.nm.us</u> Counsel for the Commissioner of Public Lands, New Mexico State Land Office

S. Hardy

CONCERNS OF THE STATE LAND OFFICE (SLO)

- Salt Creek Midstream, SLO, and the OCD have agreed to special conditions for the proposed AGI to address concerns previously expressed in the SLO Pre-Hearing Statement
- With this agreement, SLO and OCD do not oppose the AGI application and project
- Concerns expressed by the SLO are discussed in the following slides and summarized below:
 - 1. Nearby production in the requested injection zone
 - 2. Presence of horizontal wells in the area that penetrate injection zone
 - 3. Potential communication between injection zone and Capitan Reef
 - 4. Elevated health and safety risk to nearby producing well operators
 - 5. Migration of acid gas into producing wells in the Delaware and deeper formations

