APPLICATION PROTESTED

Applicant: Solaris	Alona	Loving. Malaga	Fairway
Application Type: SwD			
Well Name: Duckmon SWD*1	API: 30)-015-Pendina)
Protestant: NGL Via Mont		ndrews	
Date Protest Received:o5/14/)		
Notification of Applicant: May 144	1		
Resolution: Hearing Ne	gotiation	□ Withdrawr	1
Copy to Technical Reviewer:			

From: Sharon T. Shaheen <sshaheen@montand.com>

Sent: Wednesday, August 29, 2018 12:10 PM

To: Goetze, Phillip, EMNRD

Cc: Jones, William V, EMNRD; McMillan, Michael, EMNRD

Subject: RE: Solaris Blackmon SWD Well No. 1

Thank you for the update.

Sharon T. Shaheen Montgomery & Andrews, P.A. P. O. Box 2307 Santa Fe, NM 87504-2307 <u>sshaheen@montand.com</u> (505) 986-2678 (direct) (505) 603-8307 (cell)



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From: Goetze, Phillip, EMNRD [mailto:Phillip.Goetze@state.nm.us]

Sent: Wednesday, August 29, 2018 10:38 AM

To: Sharon T. Shaheen <sshaheen@montand.com>

Cc: J. Scott Hall <SHall@montand.com>; Jones, William V, EMNRD <William V.Jones@state.nm.us>; McMillan, Michael,

EMNRD < Michael. McMillan@state.nm.us > Subject: RE: Solaris Blackmon SWD Well No. 1

Sharon:

My apologies for the delayed response. I have reviewed our protest log and the current status in RBDMS database. There has been no application by Solaris for a hearing on this well nor has there been any indications by Solaris to withdraw the application. I would also venture that the SWD congestion in the area would probably require a hearing. Currently, Black River is being requested to prepare an assessment for the Rustler Breaks SWD No. 6 application (API No. 30-015-45034) in UL H, Sec. 5, T24S, R28E, NMPM. The proposed well is to be a Devonian interval. Please keep us informed if you have any information regarding negotiations with Solaris in this matter. Thank you. PRG

Phillip Goetze, PG

Engineering Bureau, Oil Conservation Division, NM EMNRD 1220 South St. Francis Drive, Santa Fe, NM 87505

Direct: 505.476.3466

From: Sharon T. Shaheen < sshaheen@montand.com >

Sent: Friday, August 17, 2018 8:50 AM

To: Goetze, Phillip, EMNRD < Phillip.Goetze@state.nm.us>

Subject: Solaris Blackmon SWD Well No. 1

Phil,

Scott Hall suggested I contact you re the Solaris Blackmon SWD Well No. 1. Montgomery & Andrews represents NGL Water Solutions Permian, LLC, which objected to the application by letter of May 9, 2018 from Scott to Heather Riley. We understand that the application has been withdrawn. Is that correct? If not, will you please let me know the status as I will be representing NGL in this matter going forward.

Thanks, Sharon

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From: Goetze, Phillip, EMNRD

Sent: Monday, May 14, 2018 10:23 AM **To:** Ben Stone (ben@sosconsulting.us)

Cc: Jones, William V, EMNRD; Dawson, Scott, EMNRD; McMillan, Michael, EMNRD; Lowe,

Leonard, EMNRD; Scott Hall (shall@montand.com)

Subject: Protest of Application to Inject - Blackmon SWD Well No. 1

Attachments: NGL Protest Solaris Blackmon#1.pdf

RE: Blackmon SWD Well No. 1 (API 30-015-Pending; Appl. No. pMAM1808557368) – UL D, Sec 33, T. 23 S., R. 28 E., NMPM, Eddy County.

Mr. Stone:

OCD was notified through counsel that NGL Water Solutions Permian LLC is protesting this application for approval of this salt water disposal well. This protest was received prior to the Division's calculated deadline of May 11th for protest of this application. Therefore, you are being notified that if Solaris Water Midstream LLC wishes for this application to be considered, it must either go to hearing or may be reviewed administratively if the protest is withdrawn as a result of a negotiated resolution with this party. The application will be retained by OCD, but suspended from further administrative review. Please contact OCD once you have made a decision regarding the application within the next 30 days. If the protest remains after 30 days, OCD will initiate the process for the application to be reviewed at hearing.

Counsel for NGL Water Solutions Permian LLC:

Scott Hall Montgomery & Andrews 325 Paseo de Peralta Santa Fe, NM 87501 Phone: 505.982.3873

E-mail: Scott Hall (shall@montand.com)

Due to the specific characteristics of the application and the area proposed for the SWD well, the Division retains the right to request a hearing under 19.15.26.8(D) NMAC following the technical review of the proposed disposal activity. Please call/e-mail me with any questions regarding this matter. Thank you. PRG

Phillip Goetze, PG

Engineering Bureau, Oil Conservation Division

New Mexico Energy, Minerals and Natural Resources Department
1220 South St. Francis Drive, Santa Fe, NM 87505

Direct: 505.476.3466



From: Goetze, Phillip, EMNRD

Sent: Monday, May 14, 2018 11:14 AM

To: 'ben@sosconsulting.us'

Cc: Jones, William V, EMNRD; Dawson, Scott, EMNRD; McMillan, Michael, EMNRD; Lowe,

Leonard, EMNRD; 'Scott Hall'

Subject: RE: Protest of Application to Inject - Blackmon SWD Well No. 1

Ben:

You are correct - the March 26th date was not used to correctly calculated an end date. This is my error. But at this point, due to the congestion of the applications, approved orders and active injection along the Loving-Malaga area, the Division would support a hearing. There are two similar cases pending with the same subject set for the May 31st Docket. PRG

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1220 South St. Francis Drive, Santa Fe, NM 87505

Direct: 505.476.3466

E-mail: phillip.goetze@state.nm.us

From: ben@sosconsulting.us <ben@sosconsulting.us>

Sent: Monday, May 14, 2018 10:30 AM

To: Goetze, Phillip, EMNRD < Phillip. Goetze@state.nm.us>

Cc: Jones, William V, EMNRD <William V.Jones@state.nm.us>; Dawson, Scott, EMNRD <Scott.Dawson@state.nm.us>; McMillan, Michael, EMNRD <Michael.McMillan@state.nm.us>; Lowe, Leonard, EMNRD <Leonard.Lowe@state.nm.us>;

'Scott Hall' <shall@montand.com>

Subject: RE: Protest of Application to Inject - Blackmon SWD Well No. 1

So there is now a 35 business day suspense period?

Thanks, Ben

From: Goetze, Phillip, EMNRD < Phillip.Goetze@state.nm.us>

Sent: Monday, May 14, 2018 11:23 AM

To: Ben Stone (ben@sosconsulting.us) <ben@sosconsulting.us>

Cc: Jones, William V, EMNRD < <u>William V. Jones@state.nm.us</u>>; Dawson, Scott, EMNRD < <u>Scott.Dawson@state.nm.us</u>>; McMillan, Michael, EMNRD < Michael.McMillan@state.nm.us>; Lowe, Leonard, EMNRD < Leonard.Lowe@state.nm.us>;

Scott Hall (shall@montand.com) < shall@montand.com>

Subject: Protest of Application to Inject - Blackmon SWD Well No. 1

RE: Blackmon SWD Well No. 1 (API 30-015-Pending; Appl. No. pMAM1808557368) – UL D, Sec 33, T. 23 S., R. 28 E., NMPM, Eddy County.

Mr. Stone:

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New Mexico Energy, Minerals and Natural Resources Department
1220 South St. Francis Drive, Santa Fe, NM 87505

Direct: 505.476.3466



From: Goetze, Phillip, EMNRD

Sent: Monday, May 14, 2018 11:53 AM

To: 'ben@sosconsulting.us'

Cc: Jones, William V, EMNRD; Dawson, Scott, EMNRD; McMillan, Michael, EMNRD; Lowe,

Leonard, EMNRD; 'Scott Hall'

Subject: RE: Protest of Application to Inject - Blackmon SWD Well No. 1

To all parties, so noted. PRG

Phillip Goetze, PG

Engineering Bureau, Oil Conservation Division, NM EMNRD

1220 South St. Francis Drive, Santa Fe, NM 87505

Direct: 505.476.3466

E-mail: phillip.goetze@state.nm.us

From: ben@sosconsulting.us <ben@sosconsulting.us>

Sent: Monday, May 14, 2018 11:47 AM

To: Goetze, Phillip, EMNRD < Phillip.Goetze@state.nm.us>

Cc: Jones, William V, EMNRD < William V. Jones@state.nm.us>; Dawson, Scott, EMNRD < Scott.Dawson@state.nm.us>; McMillan, Michael, EMNRD < Michael.McMillan@state.nm.us>; Lowe, Leonard, EMNRD < Leonard.Lowe@state.nm.us>;

'Scott Hall' <shall@montand.com>

Subject: RE: Protest of Application to Inject - Blackmon SWD Well No. 1

Phillip,

Yes, I understand. However; for process clarity I believe the parties should be noticed that in fact, NGL missed the deadline for filing an objection but to their benefit, the Solaris Blackmon would be set to hearing by the NMOCD pursuant to the current effective policy concerning Devonian applications.

If it's appropriate for the applicant to accept the fact that their investment thus far in an application has met a regulatory roadblock, it should be appropriate for a protesting party to be noticed and accept that they in fact DID NOT file a timely objection.

Thank you for your attention to this matter.

Ben

From: Goetze, Phillip, EMNRD < Phillip.Goetze@state.nm.us>

Sent: Monday, May 14, 2018 12:14 PM

To: ben@sosconsulting.us

 $\textbf{Cc:} \ Jones, William V, EMNRD < \underline{William V.Jones@state.nm.us}; \ Dawson, Scott, EMNRD < \underline{Scott.Dawson@state.nm.us}; \\ McMillan, Michael, EMNRD < \underline{Michael.McMillan@state.nm.us}; \ Lowe, Leonard, EMNRD < \underline{Leonard.Lowe@state.nm.us}; \\$

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