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

AMENDED APPLICATION OF NGL WATER SOLUTIONS PERMIAN, LLC FOR APPROVAL OF SALT WATER DISPOSAL WELL IN EDDY COUNTY, NEW MEXICO

CASE NO. 16442

NGL WATER SOLUTIONS PERMIAN, LLC'S PRE-HEARING STATEMENT

NGL Water Solutions Permian, LLC's ("NGL") submits this Pre-Hearing Statement for the above-referenced case pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT	<u>ATTORNEY</u>

NGL Jennifer L. Bradfute

Deana Bennett

Modrall, Sperling, Roehl, Harris & Sisk, P.A.

P. O. Box 2168

Albuquerque, New Mexico 87103-2168

(505) 848-1800

INTERESTED PARTIES ATTORNEY

Devon Energy Production Company, L.P. Seth C. McMillan

Montgomery & Andrews, P.A.

Post Office Box 2307

Santa Fe, New Mexico 87504-2307

(505) 982-3873

Ernest L. Padilla Padilla Law Firm, P.A. P.O. Box 2523 Santa Fe, NM 87504 (505) 988-7577

STATEMENT OF CASE

APPLICANT:

In Case No. 16442, Applicant seeks an order approving disposal into the Devonian and Silurian formations through the Red Road SWD #1 well. NGL proposes to drill this well at a surface location 510 feet from the South line and 1,167 feet from East line of Section 26, Township 23 South, Range 31 East, NMPM, Eddy County, New Mexico. The target injection interval is the Devonian formations at a depth of 16,450' – 17,458'. NGL further seeks approval of the use of 7 -nch tubing inside the surface and intermediate casings and 5 ½-inch tubing inside the liner and requests that the Division approve a maximum daily injection rate for the well of 50,000 bbls per day.

PROPOSED EVIDENCE

APPLICANT:

WITNESS	ESTIMATED TIME	EXHIBITS
Neel Duncan- Operations	Approx. 15	Approx. 5
Kate Zeigler - Geologist	Approx. 15	Approx. 4
Scott Wilson - Engineer	Approx. 20	Approx. 11
Steve Taylor- Seismologist	Approx. 15	Approx. 7
Stephen Nave – Fishing Expert	Approx. 15	Approx. 5

PROCEDURAL MATTERS

NGL intends to present evidence via affidavit in these matters and would like to consolidate these cases at hearing with its pending applications, if possible.

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

By:_

Jennifer L. Bradfute
Deana Bennett
Post Office Box 2168
Bank of America Centre
500 Fourth Street NW, Suite 1000
Albuquerque, New Mexico 87103-2168

Telephone: 505.848.180

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was served on counsel of record by electronic mail on October 11, 2018:

Seth C. McMillan Montgomery & Andrews, P.A. Post Office Box 2307 Santa Fe, New Mexico 87504-2307 (505) 982-3873 smcmillan@montand.com

Ernest L. Padilla Padilla Law Firm, P.A. P.O. Box 2523 Santa Fe, NM 87504 (505) 988-7577 epadillaplf@qwestoffice.net

Jennifer L. Bradfute

Deana Bennett

Post Office Box 2168

Bank of America Centre

500 Fourth Street NW, Suite 1000 Albuquerque, New Mexico 87103-2168

Telephone: 505.848.1800