Page 1

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:

CASE NO. 20585

APPLICATION OF PERMIAN OILFIELD PARTNERS, LLC FOR APPROVAL OF A SALTWATER DISPOSAL WELL, LEA COUNTY, NEW MEXICO.

## REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

August 22, 2019

Santa Fe, New Mexico

BEFORE: MICHAEL McMILLAN, CHIEF EXAMINER PHILLIP GOETZE, TECHNICAL EXAMINER KATHLEEN MURPHY, TECHNICAL EXAMINER BILL BRANCARD, LEGAL EXAMINER

This matter came on for hearing before the New Mexico Oil Conservation Division, Michael McMillan, Chief Examiner; Phillip Goetze and Kathleen Murphy, Technical Examiners; and Bill Brancard, Legal Examiner, on Thursday, August 22, 2019, at the New Mexico Energy, Minerals and Natural Resources Department, Wendell Chino Building, 1220 South St. Francis Drive, Porter Hall, Room 102, Santa Fe, New Mexico.

REPORTED BY: Mary C. Hankins, CCR, RPR New Mexico CCR #20 Paul Baca Professional Court Reporters 500 4th Street, Northwest, Suite 105 Albuquerque, New Mexico 87102 (505) 843-9241

Page 2 1 APPEARANCES 2 FOR APPLICANT PERMIAN OILFIELD PARTNERS, LLC: 3 SUSAN M. BISONG, ESQ. MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A. 4 500 4th Street, Northwest, Suite 1000 Albuquerque, New Mexico 87102 (505) 848-1800 5 sms@modrall.com 6 7 FOR INTERESTED PARTY MARATHON OIL PERMIAN, LLC: 8 JENNIFER BRADFUTE, ESQ. MARATHON OIL PERMIAN, LLC 9 Office of General Counsel 5555 San Felipe Street 10 Houston, Texas 77056-2723 (713) 629-6600 11 12 INDEX 13 PAGE Case Number 20585 Called 3 14 Statement of Counsel 3 15 16 Proceedings Conclude 4 17 Certificate of Court Reporter 5 18 19 20 EXHIBITS OFFERED AND ADMITTED 21 Exhibit not supplied at this time to the court reporter. 22 23 24 25

Page 3 (8:26 a.m.) 1 2 EXAMINER GOETZE: Case Number 20585, application of Permian Oilfield Partners, LLC to approve 3 a saltwater disposal well in Lea County, New Mexico. 4 5 Call for appearances. MS. BISONG: Mr. Hearing Examiner, my name 6 7 is Susan Miller Bisong appearing on behalf of Permian 8 Oilfield Partners. And I also have Gary Fisher here 9 with me. 10 MS. BRADFUTE: Mr. Examiner, Jennifer 11 Bradfute, representing Marathon Oil Permian, LLC, on behalf of Marathon. 12 13 EXAMINER GOETZE: And we've already had communications with Ms. Bennett as far as the 14 circumstances here. 15 16 So my understanding is it's been heard. We've gone through -- everyone has either withdrawn or 17 18 we have no further protests. 19 MS. BRADFUTE: That is correct. 20 EXAMINER GOETZE: Okay. And then my request was for an affidavit between resolution of what 21 22 Marathon found to please them, and so with that, I would 23 say enter it as an exhibit. And since it's no longer 24 contested, we'll make it part of the record for the 25 Division's sake, and we'll say that your case is taken

PAUL BACA PROFESSIONAL COURT REPORTERS 500 FOURTH STREET NW - SUITE 105, ALBUQUERQUE, NM 87102

Page 4 under advisement. Okay? MS. BISONG: Thank you. EXAMINER GOETZE: Make sure that it comes into the OCC exhibits, our email address, as well as make sure that I get a copy of it, please. Okay? MS. BRADFUTE: Okay. Thank you. EXAMINER GOETZE: Thank you. Case 20585 is taken under advisement. (Case Number 20585 concludes, 8:27 a.m.) 

Page 5 1 STATE OF NEW MEXICO 2 COUNTY OF BERNALILLO 3 CERTIFICATE OF COURT REPORTER 4 5 I, MARY C. HANKINS, Certified Court Reporter, New Mexico Certified Court Reporter No. 20, 6 7 and Registered Professional Reporter, do hereby certify 8 that I reported the foregoing proceedings in 9 stenographic shorthand and that the foregoing pages are a true and correct transcript of those proceedings that 10 were reduced to printed form by me to the best of my 11 12 ability. 13 I FURTHER CERTIFY that the Reporter's Record of the proceedings truly and accurately reflects 14 the exhibits, if any, offered by the respective parties. 15 16 I FURTHER CERTIFY that I am neither employed by nor related to any of the parties or 17 18 attorneys in this case and that I have no interest in 19 the final disposition of this case. 20 DATED THIS 13th day of September 2019. 21 22 MARY C. HANKINS, CCR, RPR 23 Certified Court Reporter New Mexico CCR No. 20 Date of CCR Expiration: 12/31/2019 24 Paul Baca Professional Court Reporters 25