



## NORTHERN DELAWARE

# MULT-OPERATOR WATER MANAGEMENT

**The Challenge:** Select recognized significant and growing demand for completion water in an area with multiple operators. An existing underutilized recycling facility owned by individual operator was expected to incur disposal costs at the current rate of reuse.

### Operator A

Underutilized produced water treatment facility in the Delaware Basin from Operator A.

Providing this solution allowed Operator A to avoid the cost of having to dispose of the water and provided source water



Select provided solutions help market the asset to other nearby operators.

Select took over operatorship and commercialized excess capacity with all area producers.

### Operator B

Operator B was already sourcing water from Select.

Over a 90-day period, Select supplied 4.5 MM bbl of recycled produced water to Operator B. Reduced source water costs by over \$1MM; 35% discount to existing sources.

**Select's Solution:** Select proposed terms for the first produced water exchange benefiting two large operators in area. To accomplish this, Select acquired and expanded the current recycling facility. The expansion included additional temporary storage capacity with two of Select's 60K bbl above ground storage tanks (ASTs) to satisfy recycling facility requirements. Select handled all recycling and transfer of produced water with real-time quality data including conductivity, chlorides, and temperature.

**Economic Value Created:** Select provided 100% of completion water needs for both operators with a combination of recycled produced and brackish water. The arrangement with Select as the logistics technology provider and intermediary improved flexibility and visibility for the operators. Reliable access to consistent sources of recycled water was provided six area operators as an alternative to disposal at a reduced cost.

