

The logo for NMOGA is displayed in large, white, bold, sans-serif capital letters. The letter 'O' is replaced by a circular symbol containing a stylized sun with four vertical lines above and four horizontal lines below it. The background is a scenic landscape of a desert canyon at sunset, with a sun low on the horizon casting a warm glow over the rocky terrain and sparse vegetation.

NMOGA

New Mexico EnergyPlex Conference 2018

Cliff Brunson
June 26, 2018

BBC
NEWS

THE DENVER POST

FT FINANCIAL
TIMES

HOUSTON
CHRONICLE 

Forbes

Bloomberg

YAHOO!
Finance

New Mexico's oil and natural
gas industry is attracting
global attention

THE
WALL STREET
JOURNAL.

CNN


CNBC

 REUTERS

The
Economist

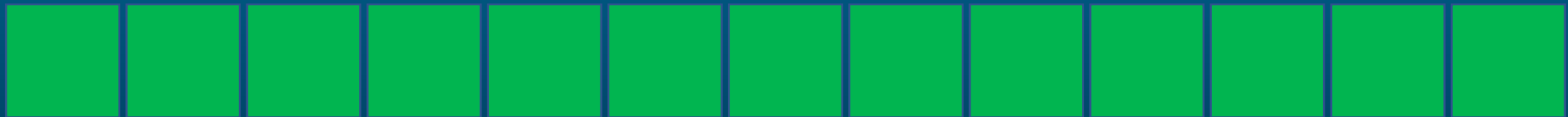
The New York Times

 PBS

FOX
BUSINESS

\$13 Billion

invested in New Mexico last
year



Oil & Gas Investments

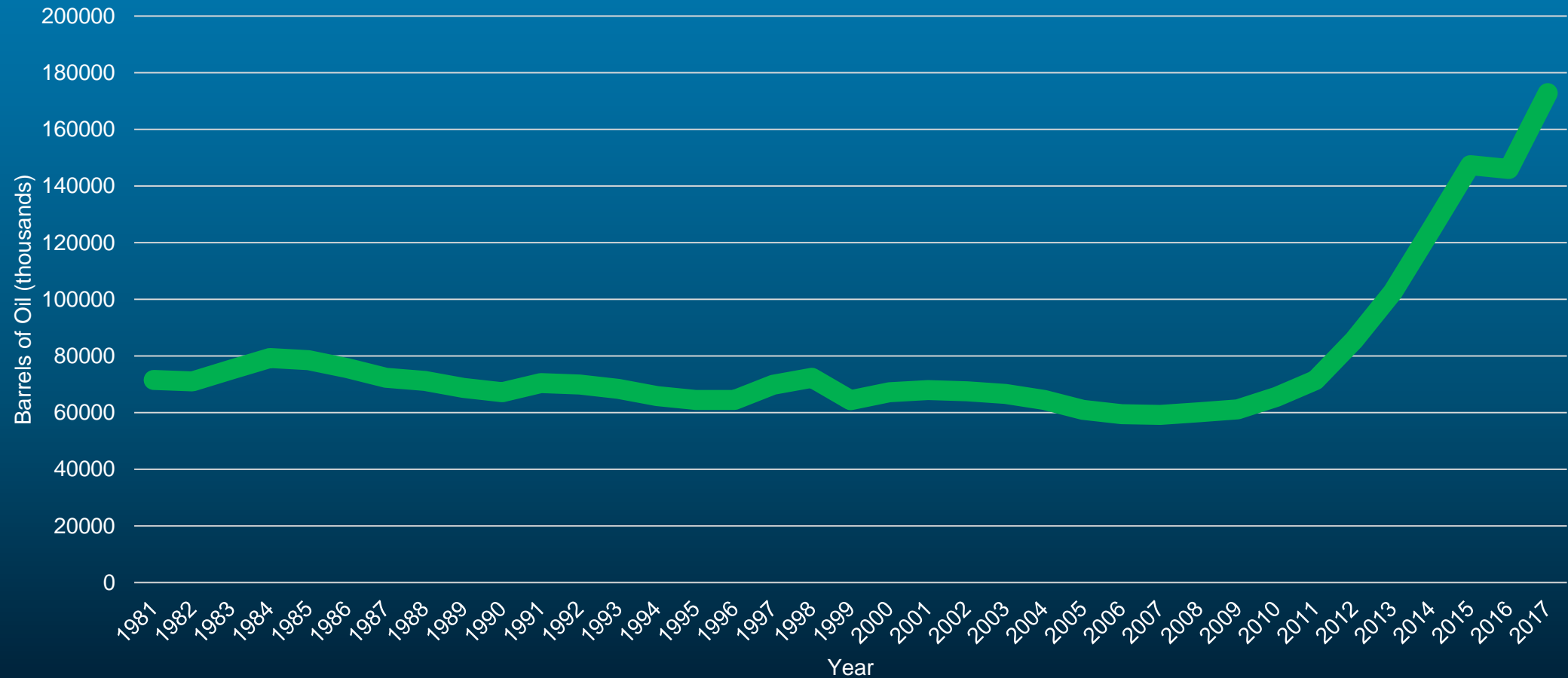


State Budget

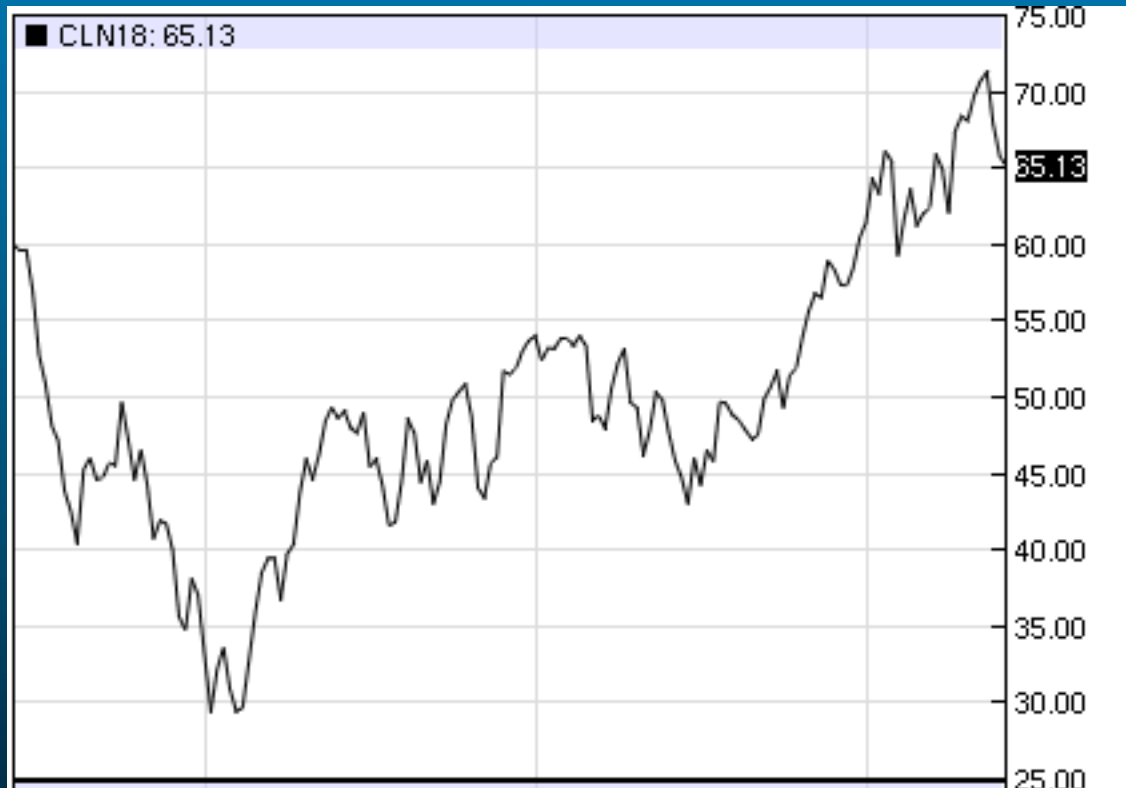
Top 10 Oil Producers in U.S.

1. Texas
2. North Dakota
- 3. New Mexico**
4. Oklahoma
5. Alaska
6. California
7. Colorado
8. Wyoming
9. Louisiana
10. Kansas

New Mexico oil production is rising to record levels



Prices are beginning to recover after two-year low

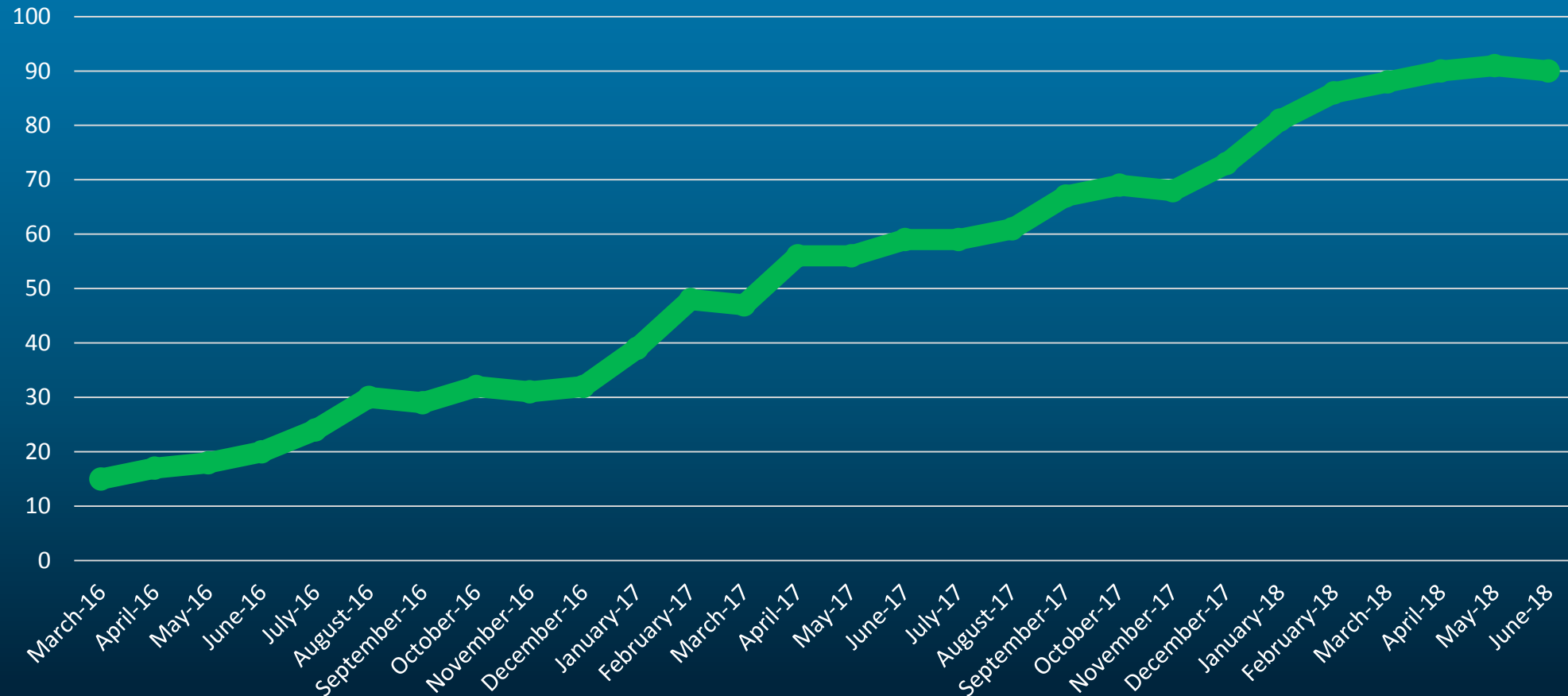


WTI

\$65.67

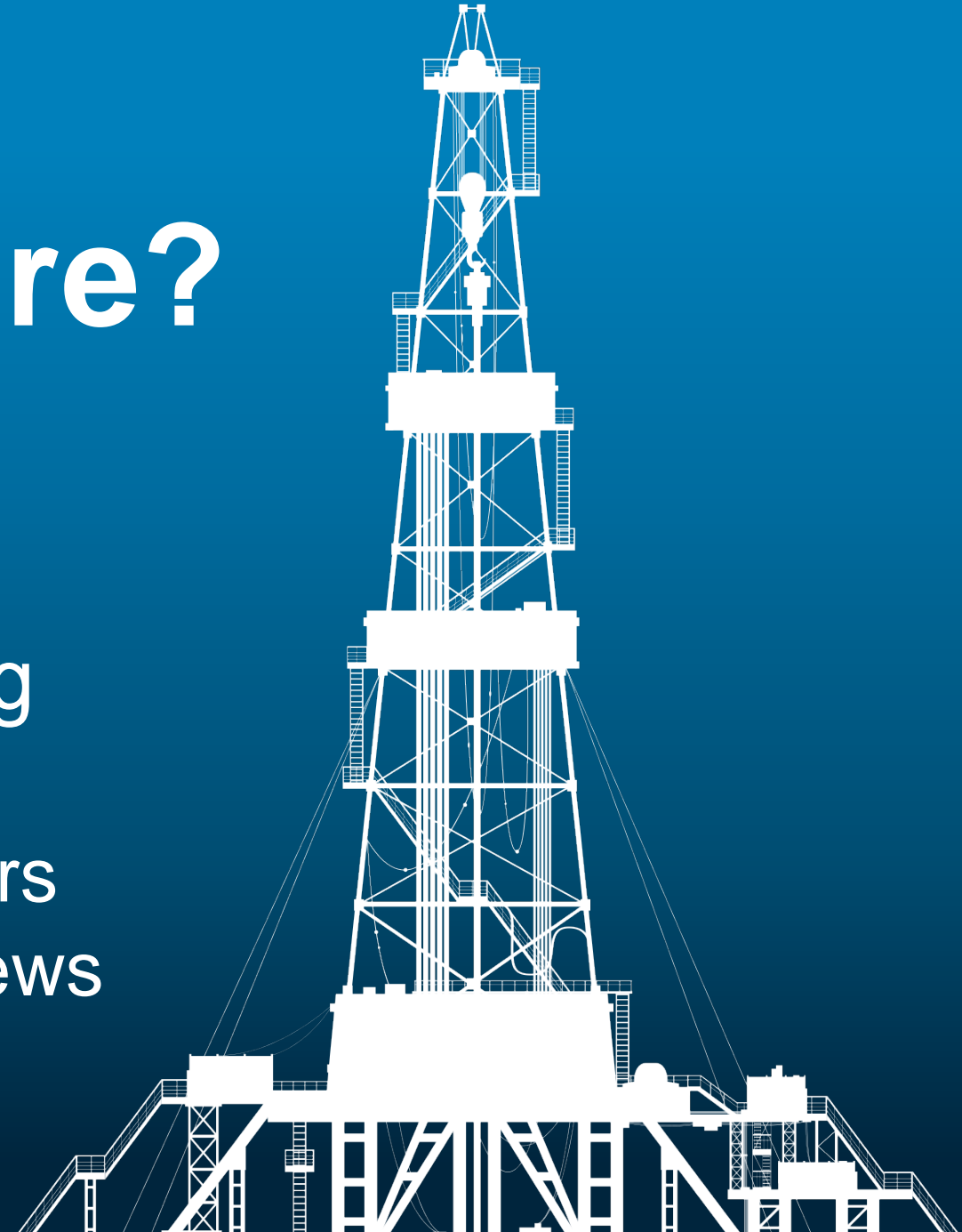
6/18/2018

Investment and price also driving more drilling rigs



Why are rigs an Important measure?

- Production
- Economic Growth
- 50-75 high-paying jobs per rig
 - Engineers
 - Geologists
 - Landmen
 - Truck drivers
 - Water managers
 - Completion crews



Key Issues

Methane / Venting and Flaring

Hydraulic fracturing

Water

Methane emissions decreasing

United States Methane Emissions (1990-2015)¹

 **19% reduction**

San Juan Basin Methane Emissions (2011-2016)²

 **47% reduction**

Permian Basin Methane Emissions (2011-2016)²

 **6% reduction**

¹ EPA Greenhouse Gas Inventory, natural gas and petroleum system methane emissions, 1990-2015

² EPA Greenhouse Gas Emissions from Onshore Petroleum and Natural Gas Production, 2011-2016

Hydraulic Fracturing

A proven technology that has been used in New Mexico for the past 50 years and more than 50,000 times to safely produce oil and natural gas.

Fracking and horizontal drilling have allowed operators to develop resources that were previously or not economically viable.

Without fracking, oil and gas in New Mexico would be non-existent.

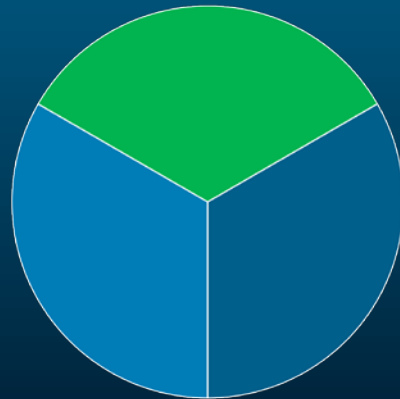
Water

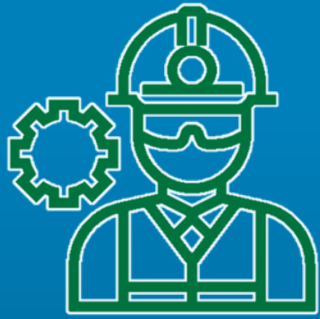
Statewide, oil and gas uses less than 1% of total water consumed.

Operators continue to invest in technology to recycle water to optimize available water resources.

Protecting water sources and aquifers is a top priority of oil and gas producers, and the state has never had a case of groundwater contamination due to hydraulic fracturing.

Oil & natural gas fund
ONE-THIRD
of the state's budget





Responsible for
100,000
New Mexico Jobs

New Mexico is a

NATIONAL

LEADER

in energy production





**Oil & Natural Gas
Drive our
Economy**

www.nmoga.org



@nmoilandgas



**A STRONGER ECONOMY.
A BRIGHTER FUTURE.**

A wide-angle photograph of a desert landscape at sunset. The sun is low on the horizon, creating a bright glow and long shadows. The foreground shows rocky terrain with sparse vegetation. The middle ground is a vast valley with scattered shrubs and small trees. In the distance, there are rolling hills and mountains under a clear blue sky. The text 'NMOGA' is overlaid in the center in a bold, white, sans-serif font. The letter 'O' is replaced by a circular Zia sun symbol.

NMOGA