



April 8, 2020

VIA EMAIL: RRCconference@rrc.texas.gov

The Honorable Wayne Christian
The Honorable Christi Craddick
The Honorable Ryan Sitton
Railroad Commission of Texas
1701 North Congress Avenue
Austin, Texas 78701

Re: **DOCKET NO. OG-20-00003167**; IN RE: MOTION FOR COMMISSION CALLED HEARING ON THE VERIFIED COMPLAINT OF PIONEER NATURAL RESOURCES U.S.A. INC. AND PARSLEY ENERGY INC. TO DETERMINE REASONABLE MARKET DEMAND FOR OIL IN THE STATE OF TEXAS

Dear Chairman Christian and Commissioners Craddick and Sitton,

On behalf of Parsley Energy, Inc., I thank you for scheduling a Commission meeting to discuss the Motion Requesting a Market Demand Hearing and Market Demand Order Effective for May 2020 Production ("Motion"). To supplement the comments I provided to the Commission in the Motion and accompanying cover letter dated March 30, 2020, I enclose a presentation that further illuminates how the ongoing, historical oil-market collapse is affecting every corner of the oil and gas industry in the State of Texas and ask that it be included as part of the record in the referenced docket.

I also respectfully request the opportunity to testify before the Commission at the open meeting scheduled on April 14, 2020 in support of the Motion, at which time I intend to address the issues raised in the materials I have submitted and answer any questions the Commission may have. To that end, here is the information the Commission requested of those wishing to comment:

- (1) Matt Gallagher, President and CEO of Parsley Energy, Inc.
- (2) 303 Colorado Street, Suite 3000, Austin, Texas 78701
- (3) (737) 704-2300
- (4) I represent Parsley Energy, Inc. and myself.

Finally, I again urge the Commission to call a hearing on the Motion and issue a proration order that temporarily curtails statewide production of oil in line with its reasonable market demand. Doing so will not only correct, prevent, and lessen the ongoing waste of Texas oil but also will hasten the stability of the Texas oil and gas industry for the benefit of the thousands of employees, contractors, and service companies who have built Texas to become the preeminent oil-producing State in the country.

Sincerely,

A handwritten signature in black ink, appearing to read 'Matt Gallagher', written over a light blue horizontal line.

Matt Gallagher
President and CEO, Parsley Energy, Inc.

Enclosure

Cc: Callie Farrar, Commission Secretary (Callie.Farrar@rrc.texas.gov)
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CERTIFICATE OF SERVICE

This will certify that a true and correct copy of the foregoing document has been served on the following this 8th day of April 2020.

Via E-Mail

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Commissioner Christi Craddick
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/s/Joe T. Sanders II
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