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Delaware Basin Recycling Facility Marks Milestone in Sustainable Water Management

Lost Tank recycling facility reaches 50 million barrels of produced water

GAINESVILLE, Texas, Feb. 12, 2025 /PRNewswire/ -- Select Water Solutions, Inc. (NYSE: WTTR) ("Select"), a leading provider of sustainable water and technology solutions to the energy industry, and Occidental, one of the largest oil and gas producers in the United States and the Permian Basin, are pleased to announce significant progress in their joint initiative of reducing freshwater usage and reliance on disposal in the Northern Delaware Basin through successful development and commercialization of the Lost Tank recycling facility in Lea County, New Mexico.

The Lost Tank facility began operations in 2022 with an initial recycling capacity of 60,000 barrels per day and has since expanded to process 180,000 barrels per day supported by 1.9 million barrels of storage. To date, over 50 million barrels of produced water have been recycled at the facility, reducing environmental impact while meeting the growing water management needs of the region.

As part of this collaborative effort, Select also constructed a 13-mile produced water pipeline to Occidental's Mesa Verde assets in Southeast New Mexico. This infrastructure connects produced water assets to Lost Tank, enabling greater flexibility for water recycling and reuse. With advanced automation, the system supports dynamic water balancing across the network, allowing water to efficiently be treated, reused, and redirected to multiple operators to reduce disposal volumes while adapting to changing schedules and operational demands. The network is expected to expand further by 2025, with plans to increase pipeline connectivity and integrate the facility into a broader system with total storage capacity of 12 million barrels.

"This facility underscores our commitment to sustainability and innovation," said John Schmitz, Select's Chairman, President, and CEO. "By focusing on produced water recycling, we aim to reduce freshwater dependence and disposal volumes, supporting environmentally responsible water infrastructure in the Delaware Basin."

The Lost Tank facility builds on the ongoing partnership between Select and Occidental, which began with the South Curtis Ranch operation in Martin County, TX. This collaboration continues to advance innovative and sustainable water management practices across the Permian Basin.

"Through the treatment and reuse of produced water, we leverage innovation and collaboration to optimize and preserve water," said Babatunde Cole, President and General Manager of Occidental's Delaware Basin Business Unit. "We are committed to sustainable

practices and effective water management, which benefit the Delaware Basin and beyond."

About Select Water Solutions, Inc.

Select is a leading provider of sustainable water and technology solutions to the energy industry. These solutions are supported by the Company's critical water infrastructure assets, chemical manufacturing and water treatment and recycling capabilities. As a leader in sustainable water and chemical solutions, Select places the utmost importance on safe, environmentally responsible management of water throughout the lifecycle of a well. Additionally, Select believes that responsibly managing water resources throughout its operations to help conserve and protect the environment is paramount to the Company's continued success. For more information, please visit Select's website, <https://www.selectwater.com>.

Cautionary Statement Regarding Forward-Looking Statements

All statements in this communication other than statements of historical facts are forward-looking statements which contain our current expectations about our future results. We have attempted to identify any forward-looking statements by using words such as "could," "believe," "anticipate," "expect," "intend," "project," "will," "estimates," "preliminary," "forecast" and other similar expressions. Examples of forward-looking statements include, but are not limited to, the expectations of plans, business strategies, objectives and growth, projected financial results and future financial and operational performance, expected capital expenditures, our share repurchase program and future dividends. Although we believe that the expectations reflected, and the assumptions or bases underlying our forward-looking statements are reasonable, we can give no assurance that such expectations will prove to be correct. Such statements are not guarantees of future performance or events and are subject to known and unknown risks and uncertainties that could cause our actual results, events or financial positions to differ materially from those included within or implied by such forward-looking statements. Factors that could materially impact such forward-looking statements include, but are not limited to: the global macroeconomic uncertainty related to the Russia-Ukraine war and related economic sanctions; instability and related hostilities in the Middle East, including heightened tensions with Iran, Lebanon and Yemen; the ability to source certain raw materials and other critical components or manufactured products globally on a timely basis from economically advantaged sources, including any delays and/or supply chain disruptions due to increased hostilities in the Middle East; actions by the members of the Organization of the Petroleum Exporting Countries ("OPEC") and Russia (together with OPEC and other allied producing countries, "OPEC+") with respect to oil production levels and announcements of potential changes in such levels, including the ability of the OPEC+ countries to agree on and comply with supply limitations, which may be exacerbated by the recent Middle East conflicts; actions taken by federal or state governments, such as executive orders or new or expanded regulations, that may negatively impact the future production of oil and natural gas in the U.S. or our customers' access to federal and state lands for oil and gas development operations, thereby reducing demand for our services in the affected areas; the severity and duration of world health events, and any resulting impact on commodity prices and supply and demand considerations; the impact of central bank policy actions, such as sustained, elevated interest rates in response to, among other things, high rates of inflation, and disruptions in the bank and capital markets; the degree to which consolidation among our customers may affect spending on U.S. drilling

and completions activity; the level of capital spending and access to capital markets by oil and gas companies, trends and volatility in oil and gas prices, and our ability to manage through such volatility; the impact of current and future laws, rulings and governmental regulations, including those related to hydraulic fracturing, accessing water, disposing of wastewater, transferring produced water, interstate freshwater transfer, chemicals, carbon pricing, pipeline construction, taxation or emissions, leasing, permitting or drilling on federal lands and various other environmental matters; regulatory and related policy actions intended by federal, state and/or local governments to reduce fossil fuel use and associated carbon emissions, or to drive the substitution of renewable forms of energy for oil and gas, may over time reduce demand for oil and gas and therefore the demand for our services, including as a result of the Inflation Reduction Act of 2022; growing demand for electric vehicles that may result in reduced demand for refined products deriving from crude oil such as gasoline and diesel fuel, and therefore the demand for our services; the impact of advances or changes in well-completion technologies or practices that result in reduced demand for our services, either on a volumetric or time basis; changes in global political or economic conditions, generally, including as a result of the fall 2024 presidential election and any resultant political uncertainty, and in the markets we serve, including the rate of inflation and potential economic recession; and other factors discussed or referenced in the "Risk Factors" section of our most recent Annual Report on Form 10-K and those set forth from time to time in our other filings with the SEC. Investors should not place undue reliance on our forward-looking statements. Any forward-looking statement speaks only as of the date on which such statement is made, and we undertake no obligation to publicly update or revise any forward-looking statement, whether as a result of new information, future events, changed circumstances or otherwise, unless required by law.

Contacts: Select Water Solutions

Garrett Williams – VP, Corporate Finance &

Investor Relations

(713) 296-1010

IR@selectwater.com

Dennard Lascar Investor Relations

Ken Dennard / Natalie Hairston

(713) 529-6600

WTTR@dennardlascar.com

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