GG15J-200203-C-107B 653

Revised March 23, 2017

RECEIVED: 2/3/20	REVIEWER: DM	TYPE: PLC	APP NO: pDM2005846939	

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Geological & Engineering Bureau – 1220 South St. Francis Drive, Santa Fe, NM 87505



	San Top of
ADMINISTRATIVE APPLICA	
THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPL REGULATIONS WHICH REQUIRE PROCESSING AT	
Applicant: Centennial Resource Production, LLC	OGRID Number: 372165
Well Name: Mozzarella Fed Com 603H, 702H, 703H	API: 30-025-46741,30-025-46742,30-025-46757
Pool: Bilbrey Basin;Bone Spring & WC-025 G-09 S213232A;Upper V	Wolfcamp Pool Code: <u>5695 / 98313</u>
SUBMIT ACCURATE AND COMPLETE INFORMATION REQ INDICATED BE	
1) TYPE OF APPLICATION: Check those which apply for A. Location – Spacing Unit – Simultaneous Dedication – NSL NSP (PROJECT AREA)	• •
B. Check one only for [1] or [11] [1] Commingling – Storage – Measurement DHC CTB PLC PC [11] Injection – Disposal – Pressure Increase – En	OLS OLM Chanced Oil Recovery EOR PPR FOR OCD ONLY
2) NOTIFICATION REQUIRED TO: Check those which approach A. Offset operators or lease holders B. Royalty, overriding royalty owners, revenue of the control	Notice Complete SLO BLM Notice Complete Content Complete
3) CERTIFICATION: I hereby certify that the information administrative approval is accurate and complete to understand that no action will be taken on this appliance notifications are submitted to the Division.	o the best of my knowledge. I also
Note: Statement must be completed by an individual v	vith managerial and/or supervisory capacity.
	2/03/2020
Kanicia Schlichting	Date
Print or Type Name	720-499-1537
•	Phone Number
k = 97	
	kanicia.schlichting@cdevinc.com
Signature	e-mail Address

District I
1625 N. French Drive, Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St Francis Dr, Santa Fe, NM
87505

State of New Mexico Energy, Minerals and Natural Resources Department Form C-107-B Revised August 1, 2011

OIL CONSERVATION DIVISION

1220 S. St Francis Drive Santa Fe, New Mexico 87505 Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)					
OPERATOR NAME: Centennial Resource Production, LLC					
OPERATOR ADDRESS: 1001 17th Street, Suite 1800, Denver, CO 80202 APPLICATION TYPE:					
	ng Pool and Lease Co	mmingling DOff-Lease	Storage and Measur	rement (Only if not Surfac	e Commingled)
	State X Fede		Storage and Measu	tenient (Only II not Suriac	e Commingied)
Is this an Amendment to existing Order			the appropriate (Order No	-
Have the Bureau of Land Management ☐ Yes ☐ No	(BLM) and State Land	d office (SLO) been no	tified in writing	of the proposed comm	ingling
		OL COMMINGLIN ts with the following in			
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes
Bilbrey Basin; Bone Spring 5695	45 / 1076				2350 / 4700
WC-025 G-09 S213232A; Upper Wolfcamp 98313	43 /1016	44 / 1046			20007 4700
(2) Are any wells producing at top allowa	bles? □Yes ☑No				
(3) Has all interest owners been notified by the Measurement type: Metering (5) Will commingling decrease the value	Other (Specify)		XYes □No.	ing should be approved	
		SE COMMINGLIN s with the following in			
 (1) Pool Name and Code. (2) Is all production from same source of (3) Has all interest owners been notified by (4) Measurement type: ☐Metering ☐ 	supply? Yes N	lo	□Yes □N	0	
		LEASE COMMIN			
(1) Complete Sections A and E.	Please attach sheet	s with the following in	nformation		
(1) complete control of talk D.					
1)		ORAGE and MEA			
(1) Is all production from same source of		ets with the following	information		
(2) Include proof of notice to all interest of	— —				
(E) AI		PRMATION (for all		pes)	
(1) A schematic diagram of facility, include		s with the following in	HOFMATION		
(2) A plat with lease boundaries showing (3) Lease Names, Lease and Well Number	all well and facility locati	ions. Include lease numbe	ers if Federal or Sta	ate lands are involved.	
I hereby certify that the information above is	true and complete to the	best of my knowledge an	d belief.		
SIGNATURE: &		TLE: Sr. Regulat		DATE:_ 2/3 /	2020
TYPE OR PRINT NAME Kanicia S	chlichting		TEL	EPHONE NO.: 720-	199-1537
E-MAIL ADDRESS: kanicia.schlichting@cdevinc.com					

APPLICATION FOR SURFACE POOL/LEASE COMMINGLING & OFF LEASE MEASUREMENT

Centennial Resource Production, LLC ("CRP") respectfully requests approval to surface pool/lease commingle oil & gas from the following wells:

_	API	WELL NAME	WELL#	LOCATION	POOL CODE/NAME	STATUS	OIL API/BOPD	GAS BTU/MCFPD
1	30-025-46741	MOZZARELLA FED COM	#603H	C-8-22S-32E	[5695] BILBREY BASIN; BONE SPRING	PERMIT APPROVED	45.0 / 1200	1076 / 2400
2	30-025-46742	MOZZARELLA FED COM	#702H	C-8-22S-32E	[98313] WC-025 G-09 S213232A; UPPER WOLFCAMP	PERMIT APPROVED	43.0 / 1150	1016 / 2300
3	30-025-46757	MOZZARELLA FED COM	#703H	C-8-22S-32E	[98313] WC-025 G-09 S213232A; UPPER WOLFCAMP	PERMIT APPROVED	43.0 / 1150	1016 / 2300

Federal Lease Number: NMNM-131588(12.5%)

* current values are estimated. CRP will provide API numbers, actual Gravities, Oil BOPD, BTU, and MCFPD upon completion of the wells.

GENERAL INFORMATION:

- State Lease NM VB-2227-0001 covers 280 acres, N2NW, SWNW, SW section 32, T21S-R32E, Lea County, New Mexico and has a base lease royalty of 20%.
- State Lease NM E0-1932-0001 covers 1,680 acres, including the SENW section 32 T21S-R32E, Lea County, New Mexico and has a base lease royalty of 12.5%.
- Federal lease NM-131588 covers 886.41 acres, N2, W2SW section 5, S2, NE section 6, all in T22S-R32E, Lea County, New Mexico and has a base lease royalty of 12.5%.
- State Lease NM VB-1365-0000 covers 240 acres, including the E2SW, SE section 5 T22S-R32E, Lea County, New Mexico and has a base lease royalty of 12.5%.
- State Lease NM VB-2424-0001 covers 160 acres, NE section 32 T21S R32E, Lea County, New Mexico and has a base lease royalty of 20%.
- State Lease NM VB-2430-0001 covers 120 acres, E2SE, NWSE section 32 T21S R32E, Lea County, New Mexico and has a base lease royalty of 20%.
- State Lease NM B0-399-0069 covers 40 acres, SWSE section 32 T21S R32E, Lea County, New Mexico and has a base lease royalty of 12.5%.
- NENW, E2SW section 32-21S-32E from NM VB-2227-0001, the SENW section 32-21S-32E from NM E0-1932-0001, the E2NW section 5-22S-32E from NMNM 131588, and the E2SW section 5-22S-32E from NM VB-1365-0000 will be communitized for the Wolfcamp formation. A State/Fed form of communitization will be submitted to the Bureau of Land Management for approval.
- W2NE section 32-21S-32E from NM VB-2424-0001, the NWSE section 32-21S-32E from NM VB-2430-0001, the SWSE section 32-21S-32E from NM B0-399-0069, the W2NE section 5-22S-32E from NMNM 131588, and the W2SE section 5-22S-32E from NM VB-1365-0000 will be communitized for the Wolfcamp formation. A State/Fed form of communitization will be submitted to the Bureau of Land Management for approval.

- W2NE section 32-21S-32E from NM VB-2424-0001, the NWSE section 32-21S-32E from NM VB-2430-0001, the SWSE section 32-21S-32E from NM B0-399-0069, the W2NE section 5-22S-32E from NMNM 131588, and the W2SE section 5-22S-32E from NM VB-1365-0000 will be communitized for the Bone Spring formation. A State/Fed form of communitization will be submitted to the Bureau of Land Management for approval.
- The central tank battery to service the subject wells is located on C-8-22S-32E of NMNM 069373.
- Centennial Resource Production, LLC, ConocoPhillips Company, Chevron USA, Inc., Fasken Acquisitions 02, Ltd., Paladin Energy Corporation, Sheridan Holding Company II, LLC, Raven Resources, and RKC, Inc. are the working interest owners in the Mozzarella Fed Com #603H and the owners of the royalty are the State of New Mexico and Bureau of Land Management.
- Centennial Resource Production, LLC, ConocoPhillips Company, Chevron USA, Inc., Fasken Acquisitions 02, Ltd., Paladin Energy Corporation, Sheridan Holding Company II, LLC, Raven Resources, and Marathon Oil Permian, LLC are the working interest owners in the Mozzarella Fed Com #702H and the owners of the royalty are the State of New Mexico and Bureau of Land Management.
- Centennial Resource Production, LLC, ConocoPhillips Company, Chevron USA, Inc., Fasken Acquisitions 02, Ltd., Paladin Energy Corporation, Sheridan Holding Company II, LLC, Raven Resources, RKC, Inc., and Marathon Oil Permian, LLC are the working interest owners in the Mozzarella Fed Com #703H and the owners of the royalty are the State of New Mexico and Bureau of Land Management.
- Ownership in the two spacing units is not identical and notices to all owners have been mailed out.
 Some owners are unlocatable so publish notification will be required.
- Enclosed herewith is (1) a map that displays the leases, the location of the subject wells, and the proposed CTB, (2) a process flow diagram, (3) the C-102 plat for each of the wells, and (4) the serial register page for NMNM-131588.

Process Narrative – Mozzarella Fed Com CTB

Mozzarella Fed Com 603H

All gross production from the Mozzarella Fed Com 603H flows from the wellhead to a dedicated three-phase separator. The three-phase separator is equipped with oil, gas, and water production meters. After separation and metering, produced fluids are commingled with production from Mozzarella Fed Com 603H/702H/703H. The fluids from these three wells are stored at and sold from the Mozzarella Fed Com CTB.

Oil

Oil production is measured at the outlet of SEP1 using Coriolis meter OM1. The oil is then commingled in a header and sent to HT1, which is a Heater Treater. Oil from HT1 flows to Tank T1 for storage. Oil is sold from T1 through (1) LACT Unit(s).

Gas

Produced gas is measured at the outlet of SEP1 using an orifice plate meter GM1. Gas is then commingled in a header and routed to a gas sales pipeline. If the pressure of the gas sales pipeline exceeds 125 psi, the gas header lets down to the flare FL1. Flared gas is metered through an orifice plate meter GM4.

Flash gas from HT1 is sent to gas sales pipeline. An upset with gas sales pipeline will cause the flash gas to be let down to flare FL1.

Tank T1 vent gas emissions are routed to VRU1 and then are metered through an orifice plate meter GM5. An upset with VRU1 will cause vent gas to be let down to a low-pressure flare FL2.

Water

Water production is measured at the outlet of SEP1 using a mag meter WM1. Water is then commingled in a header and stored in tank T2. A transfer pump P1 sends water to an SWD after being metered by a turbine meter WM4.

Mozzarella Fed Com 603H gas allocation meter is a Canalta SR. 14.3 orifice meter (S/N **-*****)

Mozzarella Fed Com 603H oil allocation meter is an Endress & Hauser Coriolis meter (S/N **-*****)

Mozzarella Fed Com 603H water allocation meter is an Endress & Hauser Magnetic meter (S/N ********)

Mozzarella Fed Com 702H

All gross production from the Mozzarella Fed Com 702H flows from the wellhead to a dedicated three-phase separator. The three-phase separator is equipped with oil, gas, and water production meters. After separation and metering, produced fluids are commingled with production from the Mozzarella Fed Com 603H/ 702H/ 703H. The fluids from these three wells are stored at and sold from the Mozzarella Fed Com CTB.

Oil

Oil production is measured at the outlet of SEP2 using Coriolis meter OM2. The oil is then commingled in a header and sent to HT1, which is a Heater Treater. Oil from HT1 flows to Tank T1 for storage. Oil is sold from T1 through (1) LACT Unit(s).

Gas

Produced gas is measured at the outlet of SEP2 using an orifice plate meter GM2. Gas is then commingled in a header and routed to a gas sales pipeline. If the pressure of the gas sales pipeline exceeds 125 psi, the gas header lets down to the flare FL1. Flared gas is metered through an orifice plate meter GM4.

Flash gas from HT1 is sent to gas sales pipeline. An upset with gas sales pipeline will cause the flash gas to be let down to flare FL1.

^{*}Meter numbers will be provided upon installation of meters and completion of the facility.

Tank T1 vent gas emissions are routed to VRU1 and then are metered through an orifice plate meter GM5. An upset with VRU1 will cause vent gas to be let down to a low-pressure flare FL2.

Water

Water production is measured at the outlet of SEP2 using a mag meter WM2. Water is then commingled in a header and stored in tank T2. A transfer pump P1 sends water to an SWD after being metered by a turbine meter WM4.

Mozzarella Fed Com 702H gas allocation meter is a Canalta SR. 14.3 orifice meter (S/N **-*****)

Mozzarella Fed Com 702H oil allocation meter is an Endress & Hauser Coriolis meter (S/N **-*****)

Mozzarella Fed Com 702H water allocation meter is an Endress & Hauser Magnetic meter (S/N ********)

Mozzarella Fed Com 703H

All gross production from the Mozzarella Fed Com 703H flows from the wellhead to a dedicated three-phase separator. The three-phase separator is equipped with oil, gas, and water production meters. After separation and metering, produced fluids are commingled with production from the Mozzarella Fed Com 603H/ 702H/ 703H. The fluids from these three wells are stored at and sold from the Mozzarella Fed Com CTB.

Oil

Oil production is measured at the outlet of SEP3 using Coriolis meter OM3. The oil is then commingled in a header and sent to HT1, which is a Heater Treater. Oil from HT1 flows to Tank T1 for storage. Oil is sold from T1 through (1) LACT Unit(s).

Gas

Produced gas is measured at the outlet of SEP3 using an orifice plate meter GM3. Gas is then commingled in a header and routed to a gas sales pipeline. If the pressure of the gas sales pipeline exceeds 125 psi, the gas header lets down to the flare FL1. Flared gas is metered through an orifice plate meter GM4.

Flash gas from HT1 is sent to gas sales pipeline. An upset with gas sales pipeline will cause the flash gas to be let down to flare FL1.

Tank T1 vent gas emissions are routed to VRU1 and then are metered through an orifice plate meter GM5. An upset with VRU1 will cause vent gas to be let down to a low-pressure flare FL2.

Water

Water production is measured at the outlet of SEP3 using a mag meter WM3. Water is then commingled in a header and stored in tank T2. A transfer pump P1 sends water to an SWD after being metered by a turbine meter WM4.

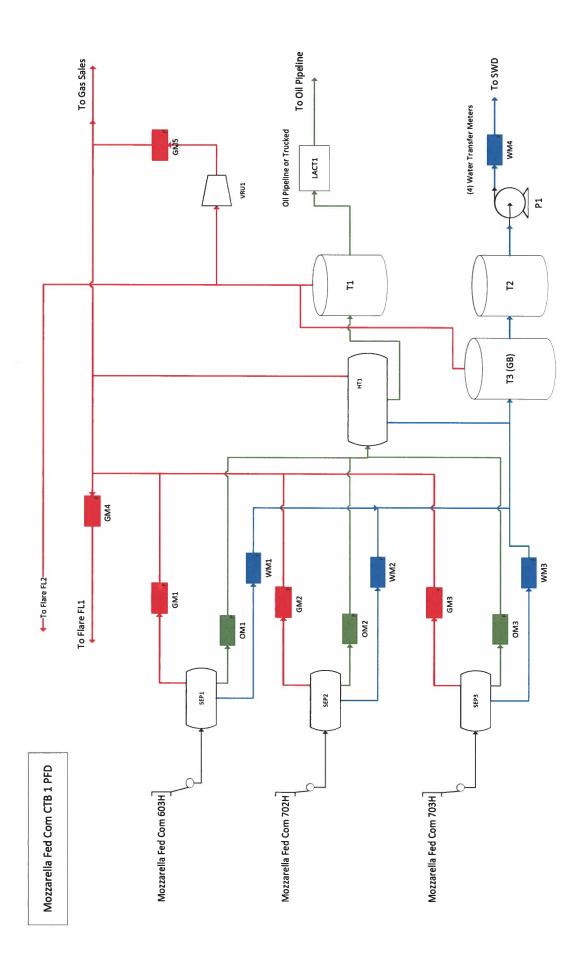
^{*}Meter numbers will be provided upon installation of meters and completion of the facility.

Mozzarella Fed Com 703H gas allocation meter is a Canalta SR. 14.3 orifice meter (S/N **-******)

Mozzarella Fed Com 703H oil allocation meter is an Endress & Hauser Coriolis meter (S/N **-******)

Mozzarella Fed Com 703H water allocation meter is an Endress & Hauser Magnetic meter (S/N ********)

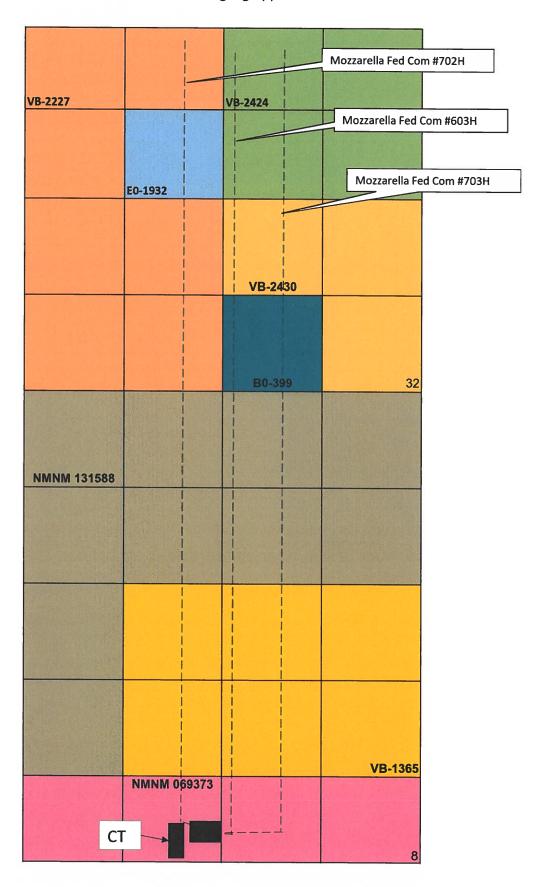
^{*}Meter numbers will be provided upon installation of meters and completion of the facility.



Mozzarella Lease Map

Mozzarella Fed Com #603H, Mozzarella Fed Com #702H, Mozzarella Fed Com #703H

Commingling Application Exhibit



Mozzarella Fed Com 603H, 702H, 703H Notice List

Name	Address	Certified Mail Number
	P.O. Box 2197	7019 1120 0000 2724 6426
ConocoPhillips Company	Houston, TX 77252	7019 1120 0000 2724 6426
	P.O. Box 730436	7019 1120 0000 2724 6433
Chevron USA, Inc.	Dallas, TX 75373-0436	7019 1120 0000 2724 6433
Fasken Acquisitions 02, Ltd.	303 W Wall St.	7019 2070 0001 7651 6604
rasken Acquisitions 02, Etd.	Midland, TX 79701	7018 3070 0001 7651 6604
	10290 Monroe Drive	7019 2000 0001 7651 6611
Paladin Energy Corp.	Dallas, TX 75229	7018 3090 0001 7651 6611
Sheridan Holding Company II, LLC	9 Greenway Plaza, Suite 1300	7019 2000 0001 7651 6629
Sheridan Holding Company II, LLC	Houston, TX 77046	7018 3090 0001 7651 6628
Raven Resources, LLC	13220 North MacArthur Blvd.	7018 2000 0001 7(51 (625
Raven Resources, LLC	Oklahoma City, OK 73142	7018 3090 0001 7651 6635
	7500 E Arapahoe Rd. #380	5010 2000 0001 5651 6640
RKC, Inc.	Centennial, CO 80112	7018 3090 0001 7651 6642
Marathon Oil Permian, LLC	5555 San Felipe Street	7019 2000 0001 7(51 ((50
Wataulon On Fernian, LLC	Houston, TX 77056	7018 3090 0001 7651 6659

LEGAL NOTICE FEBUARY 1, 2020

Centennial Resource Production, LLC is applying to surface/pool commingle three wells to a central tank battery in Lea County, New Mexico. The central tank battery is located West of the Mozzarella Drill Island. The three wells, details and locations are the following:

Mozzarella Fed Com 603H located in the northwest quarter of section 8, T22S, R32E, Unit C, 954 FNL &

2189 FWL. Bilbrey Basin; Bone Spring

Mozzarella Fed Com 702H located in the northwest quarter of section 8, T22S, R32E, Unit C, 954 FNL & 2159 FWL. WC-025 G-095 S213232A; Upper Wolfcamp

Mozzarella Fed Com 703H located in the northwest quarter of section 8, T22S, R32E, Unit C, 954 FNL & 2219 FWL. WC-025 G-095 S213232A; Upper Wolfcamp

Interested parties must file objections or requests for hearing with the New Mexico Oil Conservation Division, 1220 South Saint Francis Dr., Santa Fe, NM 87505, within 20 days. Additional information can be obtained by contacting Kanicia Schlichting, Centennial Resource Production, LLC, 1001 17th Street, Suite 1800, Denver, CO 80202. Phone number is 720-499-1537.

#35151

<u>District 1</u> 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 Phone: (573) 993-9111 811 S. First St., Artesia, NM 88210 Phone: (573) 748-1283 Fax: (575) 748-9720 Phone: (573) 748-1283 Fax: (575) 748-9720 Phone: (503) 334-6178 Fax: (505) 334-6170 Phone: (503) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

P. BLM/F/D Form C'-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

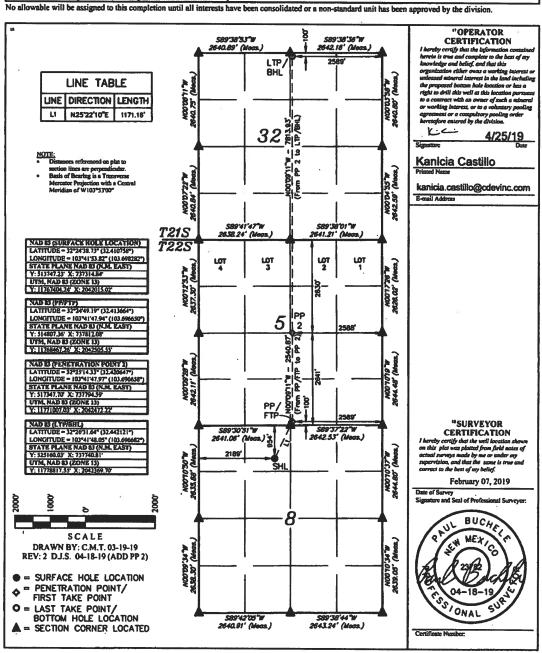
WELL LOCATION AND ACREAGE DEDICATION PLAT

30-025.4	16741	¹ Peal Code 5695	Bilbrey Basin: Bone Spring		
326979		MOZZAR	Well Number 603H		
372165		CENTENNIAL RESC	* Elevation 3703.7		

 Surface Location 2189 SUWEST III LEA 32E

"Bottom Hole Location If Different From Surface

UL or lot so. B	Section 32	Township 21S	Range 32E	Lot Ida	Feet from the 100	North/South the NORTH	Feet from the 2589	East/West line EAST	County
¹³ Dedicated Acre 319.67	n n N	otes or India	¹⁴ Cous	olidation Code	13 Order No.				



District I 1623 N. French Dr., Hobbs, NM 88240 Phone: (373) 393-4161 Fax: (373) 393-0720 District II BIT S. Fers St., Artesia, NM 88210 Phone: (573) 748-1283 Fax: (575) 748-9720 District III 1000 Rto Brazzos Rond, Azzoe, NM 87410 District IV 1220 S. Sc. Francis Dr., Santa Fe, NM 87305 Phone: (503) 476-3460 Fax: (503) 476-3462 State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

BLM/F/F

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORTS OCD

JAN 1 0 2020

WELL LOCATION AND ACREAGE DEDICATION PLAT

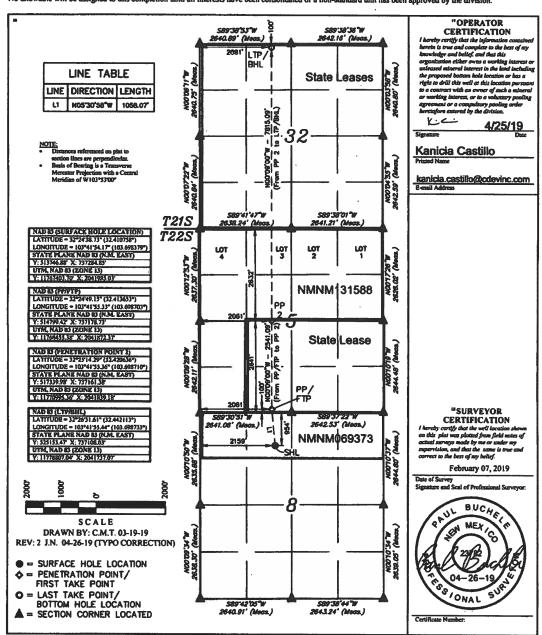
30-025-46742	1 Pool Code 98313	WC-025 G-095 S213232A:	Upper WolfcampRE	CEN-
328979	Property Name MOZZARELLA FED COM		Well Number 702H	PINED
372165		Perator Manne DURCE PRODUCTION, LLC	* Elevation 3704.0*	
7, 200	m211	sface I continu		

UL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the C 88 22S 32E 954 NORTH 2159 WEST LEA

"Bottom Hole Location If Different From Surface
F Let ldn Feet from the North/South the Feet from the Em

UL or lot ea. Section Township Range Let ide Feet from the North/South line Feet from the Section the

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



District 1
1033 N. Frenach Dr., Hobbs, NM 88240
Phone: (373) 393-6161 Fax: (373) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (573) 748-1235 Fax: (373) 749-9720
District III
1000 Rio Brazon Road, Azzec, NM 87410
District IV
1220 S. St. Francis Dr., Sussa Fe, NM 67505
Phone: (303) 476-3460 Fast: (503) 476-3462

319.67

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

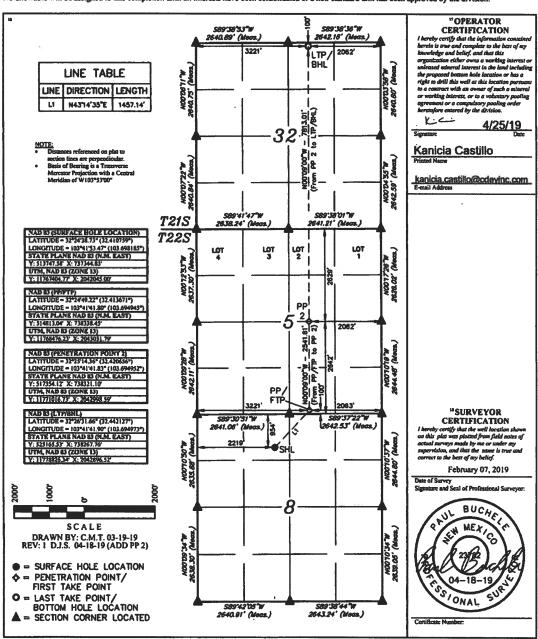
WELL LOCATION AND ACREAGE DEDICATION PLAT

30-025-46757	*Pool Code 98313	¹ Prod Name WC-025 G-095 S21323	2A: Upper Wolfcamp
328979		iperty Name ELLA FED COM	4 Well Number 703H
70GRIÐ № 372165		erator Native DURCE PRODUCTION, LLC	* Elevation 3703.2*

"Surface Location

UL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the LEAT/West line Centry
C 8 22S 32E 954 NORTH 2219 WEST LEA

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.





Serial Register Page

Dec 30, 2019

01 12-22-1987;101STAT1330;30USC181 ET SE

Case Type: O&g ise comp pd -1987

Serial Number: NMNM 131588

Commodity: Oil & gas

Acres: 886.410

Disposition: Authorized

	unity. On a gas	•	Acres. 000.41	0	Disposition: Authorized			
Lessee Owner Name		Street	City		Stata	7:-	No. A ana	0/1-4
CENTENNIAL RE	_	1001 17TH ST STE 1800	DENVER		State CO	Zip 80202-2058	Net Acres 620.487	<u>%Int</u> 70.00
PRODUCTION LL								70.00
MARATHON OIL	PERMIAN LLC	5555 SAN FELIPE ST	HOUSTON		TX	77056-2701	265.923	30.00
Operating Rights								
Owner Name	<u> </u>	Street	City		State	<u>Zip</u>	Net Acres	%Int
CENTENNIAL REPRODUCTION LL		1001 17TH ST STE 1800	DENVER		СО	80202-2058	0.000	0.00
MARATHON OIL	PERMIAN LLC	5555 SAN FELIPE ST	HOUSTON		TX	77056-2701	0.000	0.00
OXY USA INC		5 GREENWAY PLZ STE 110	HOUSTON		TX	77046-0521	0.000	0.00
OXY Y-1 CO		5 GREENWAY PLZ STE 110	HOUSTON		TX	77046-0521	0.000	0.00
Meridian:	New Mex	State	: NM		Count	y: Lea		
Township:	22 S	Range:	32 E			Admin Agenc	¥	
Section:	5	S2N2,W2SW;				BUREAU OF L	AND MGMT	
Section:	5	1-4;				BUREAU OF L	AND MGMT	
Section:	6	S2NE,E2SW,SE;				BUREAU OF L	AND MGMT	
Section:	6	1,2,6,7;				BUREAU OF L	AND MGMT	
Code 387	Action Case estab	lished	<u>Date</u> 11/20/2013	Remarks 201310012;				
143	Bonus bid p	payment recd	11/21/2013	\$1774.00;				
191	Sale held		11/21/2013					
267	Bid receive	d	11/21/2013	\$8337800.00;				
143	Bonus bid p	payment recd	12/5/2013	\$8336026.00;				
237	Lease issue	ed	1/22/2014					
974	Automated	record verif	1/22/2014	DME				
496	Fund code		2/1/2014	05;145003				
530	Rlty rate - 1	2 1/2%	2/1/2014					

<u>Code</u> 868	Action Effective date	<u>Date</u> 2/1/2014	Remarks
140	Asgn filed	4/7/2014	FEDERAL A/DEVON ENE;1
139	Asgn approved	5/8/2014	EFF 05/01/14;
974	Automated record verif	5/8/2014	LBO
140	Asgn filed	4/6/2017	DEVON ENE/CROWN OIL;1
139	Asgn approved	5/11/2017	EFF 05/01/17;
974	Automated record verif	5/11/2017	RCC
246	Lease committed to ca	5/1/2018	NMNM138602
650	Held by prod - actual	8/7/2018	/1/
658	Memo of 1st prod-actual	8/7/2018	/1/NMNM138602;#1H
932	Trf oper rgts filed	10/5/2018	DEVON ENE/CENTENNIA;1
140	Asgn filed	3/7/2019	CROWN OIL/MARATHON;1
932	Trf oper rgts filed	3/7/2019	CROWN OIL/MARATHON;1
933	Trf oper rgts approved	3/12/2019	EFF 11/01/18;
974	Automated record verif	3/12/2019	JY
140	Asgn filed	3/25/2019	CROWN OIL/CENTENNIA;1
643	Production determination	5/9/2019	/1/
932	Trf oper rgts filed	5/24/2019	DEVON ENERG/OXY USA;1
140	Asgn filed	6/5/2019	DEVON ENE/CENTENNIA;1
139	Asgn approved	7/2/2019	EFF 04/01/19;1
269	Asgn denied	7/2/2019	CROWN/CENT NO RT;
933	Trf oper rgts approved	7/2/2019	EFF 04/01/19;
974	Automated record verif	7/2/2019	AMV
933	Trf oper rgts approved	8/16/2019	EFF 06/01/19;
974	Automated record verif	8/16/2019	PM
139	Asgn approved	9/9/2019	EFF 07/01/19;
974	Automated record verif	9/9/2019	КВ

Remarks

STIPULATIONS ATTACHED TO LEASE:

NM-11-LN SPECIAL CULTURAL RESOURCE

SENM-S-1 POTASH STIPULATION

SENM-S-15 WILDLIFE HABITAT PROJECTS

SENM-S-17 SLOPES OR FRAGILE SOILS

SENM-S-22 PRAIRIE CHICKENS

SENM-S-34 ZONE 3 - POD

03/12/2019 RENTAL PAID 02/01/2019

08/16/2019 - OR WORKSHEET DONE

08/16/2019 - OXY USA SW/NM CFO BOND NMB001508

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.					NMNM131588 6. If Indian, Allottee o	r Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on page 2					7. If Unit or CA/Agreement, Name and/or No.		
Type of Well		8. Well Name and No. MOZZARELLA FE	EDERAL COM 603H				
Name of Operator CENTENNIAL RESOURCE P		9. API Well No. 30-025-46741					
3a. Address 1001 17 STREET SUITE 1800 DENVER, CO 80202	0	3b. Phone No Ph: 720.49	o. (include area code) 19.1537)	10. Field and Pool or I BILBREY BASIN	Exploratory Area N/BONE SPRING	
4. Location of Well (Footage, Sec., T	., R., M., or Survey Description	1)			11. County or Parish,	State	
Sec 8 T22S R32E Mer NMP N 32.410758 N Lat, 103.698282		-			LEA COUNTY,	NM	
12. CHECK THE AI	PPROPRIATE BOX(ES)	TO INDICA	TE NATURE O	F NOTICE,	REPORT, OR OTH	IER DATA	
TYPE OF SUBMISSION			TYPE O	F ACTION			
Notice of Intent	☐ Acidize	☐ Dee	pen	☐ Producti	on (Start/Resume)	☐ Water Shut-Off	
✓ Notice of Intent	☐ Alter Casing	☐ Hyd	raulic Fracturing	□ Reclama	tion	■ Well Integrity	
☐ Subsequent Report	□ Casing Repair	☐ Nev	v Construction	☐ Recomp	lete	Other	
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug	g and Abandon	□ Tempora	arily Abandon	Surface Commingling	
	☐ Convert to Injection	☐ Plug	g Back	■ Water D	isposal		
13. Describe Proposed or Completed Op If the proposal is to deepen direction: Attach the Bond under which the wo following completion of the involved testing has been completed. Final Al determined that the site is ready for f Centennial Resource Product wells: Mozzarella Federal Com 603h API# 30-025-46741 Field & Pool: Bibrey Basin;Bo Unit C, Sec 8, T22S, R32E, N Mozzarella Federal Com 702h API# 30-025-46742 Field & Pool: WC-025 G-09 S; Unit C, Sec 8, T22S, R32E, N	ally or recomplete horizontally, rk will be performed or provide I operations. If the operation re bandonment Notices must be fil inal inspection. ion, LLC respectfully required in the spring ENW 1 213232A; Upper Wolfcam ENW	give subsurface the Bond No. or sults in a multip led only after all uests Surface	locations and measure file with BLM/BIA le completion or recorrequirements, include	ared and true ver A. Required sub completion in a n ling reclamation	tical depths of all pertin sequent reports must be ew interval, a Form 316 , have been completed a	ent markers and zones. filed within 30 days 0-4 must be filed once	
14. I hereby certify that the foregoing is	Electronic Submission # For CENTENNIAL	501839 verifie RESOURCE P	RODUCTION, se	nt to the Hobl	os		
Name (Printed/Typed) KANICIA	CASTILLO		Title SR REC	GULATORY .	ANALYSI		
Signature (Electronic S	Submission)		Date 02/03/2	020			
	THIS SPACE FO	OR FEDER	L OR STATE	OFFICE US	SE		
_Approved By			Title			Date	
Conditions of approval, if any, are attache certify that the applicant holds legal or equivalent would entitle the applicant to conduct the applicant the applicant to conduct the applicant to conduct the applicant the applicant to conduct the applicant the appl	uitable title to those rights in the		Office				

Additional data for EC transaction #501839 that would not fit on the form

32. Additional remarks, continued

Mozzarella Federal Com 703H API# 30-025-46757 Field & Pool: WC-025 G-09 S213232A; Upper Wolfcamp Unit C, Sec 8, T22S, R32E, NENW

These wells will need surface and pool commingling. These wells will be drilled on a drill island so the BLM requirement is to build facility off the drilled island. Our facility will hold these three wells, which have their own separators for measurement. The gas sales meter will be off pad, so we will be asking for off lease sales for gas.

Consolidating production will extend the economic life for these wells and lessen surface disturbance.

Commingle will not reduce value of production.

All interest owners have been notified.

Lease Royalty Rate is 12-1/2%.

Please see attachments.