State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Ken McQueen Cabinet Secretary Heather Riley, Division Director Oil Conservation Division



July 9, 2018

Matthias Sayer Deputy Cabinet Secretary

> HOBBS OCD TE LAND OFFICE .II 1 3 2018

BUREAU OF LAND MANAGEMENT ATT: James S. Rutley 620 E Greene Street Carlsbad, NM 88220 STATE LAND OFFICE ATT: Stephen Wust PO BOX 1148 Santa Fe, NM 87505

RECEIVED

RE: APPLICATION FOR PERMIT TO DRILL IN POTASH AREA

OPERATOR: CENTENNIAL RESOURCE PRODUCTION, LLC

LEASE NAME: JUICE BUD STATE COM #502H

PROPOSED LOCATION: U/L N Sec 19 T21S R34E 600 FSL 1963 FWL

PROPOSED DEPTH: 18267' MD

Gentleman:

The application for permit to drill identified above has been filed with this office of the New Mexico Oil Conservation Division. Pursuant to the provisions of Oil Conservation Division Order R – 111 - P, please advise this office whether the location is within an established Life-of-Mine-Reserve that are filed with and approved by your office. If not, please advise whether it is within the buffer zone established by the order.

Thank you for your assistance. Please Return as soon as possible.

Very truly yours,

OIL CONSERVATION DIVISION

Hobbs District Geologist, District I

RESONSE:

The above referenced location is in LMR (24/5 year) -----Yes_____Yes____

he above reference of ocation is within the Buffer Zone-----

- Joh

Signed <u></u>

Printed Signature

1 Benn

Representing

NWSFO