

NSL-7711

Revised March 23, 2017

RECEIVED: 4/19/2018	REVIEWER: LRL	TYPE: NSL	APP NO: PMAM1810551697 APR 19 2018 AM 09:42
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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



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Applicant: Centennial Resource Production, LLC

OGRID Number: 372165

Well Name: Tour Bus 23 State No. 505H Well

API: 30-025-44614

Pool: Ojo Chiso, Bone Spring

Pool Code: 96553

SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW

1) **TYPE OF APPLICATION:** Check those which apply for [A]

A. Location - Spacing Unit - Simultaneous Dedication

☒ NSL

☐ NSP (PROJECT AREA)

☐ NSP (PRORATION UNIT)

☐ SD

B. Check one only for [I] or [II]

[I] Commingling - Storage - Measurement

☐ DHC

☐ CTB

☐ PLC

☐ PC

☐ OLS

☐ OLM

[II] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery

☐ WFX

☐ PMX

☐ SWD

☐ IPI

☐ EOR

☐ PPR

2) **NOTIFICATION REQUIRED TO:** Check those which apply.

A. ☐ Offset operators or lease holders

B. ☐ Royalty, overriding royalty owners, revenue owners

C. ☐ Application requires published notice

D. ☒ Notification and/or concurrent approval by SLO

E. ☐ Notification and/or concurrent approval by BLM

F. ☐ Surface owner

G. ☒ For all of the above, proof of notification or publication is attached, and/or,

H. ☐ No notice required

FOR OCD ONLY

☒ Notice Complete
☒ Application Content Complete

3) **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Adam G. Rankin

Print or Type Name

Signature

April 19, 2018

Date

505-988-4421

Phone Number

agrarkin@hollandhart.com

e-mail Address



Adam G. Rankin
Associate
Phone (505) 954-7294
Fax (505) 983-6043
AGRankin@hollandhart.com

April 19, 2018

VIA HAND DELIVERY

Heather Riley
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

APR 19 2018 4:08:42

Re: Application of Centennial Resource Production, LLC for administrative approval of an unorthodox well location for its Tour Bus 23 State No. 505H Well in the E/2 E/2 of Section 23, Township 22 South, Range 34 East, NMPM, Lea County, New Mexico.

Dear Ms. Riley:

Centennial Resource Production, LLC (OGRID 372165) seeks administrative approval of an unorthodox well location for its **Tour Bus 23 State No. 505H Well** (API No. 30-025-44614) to be completed within the Ojo Chiso, Bone Spring (Pool Code 96553) underlying Section 23, Township 22 South, Range 34 East, Lea County, New Mexico. This well will be drilled from a surface location 300 feet from the north line and 655 feet from the east line (Unit A) of Section 23. The upper most perforation will be located 330 feet from the north line and 1,270 feet from the east line (Unit A) of Section 23, and the lower most perforation point will be located 100 feet from the south line and 1,270 feet from the east line (Unit P) of Section 23. Since this acreage is governed by the Division's statewide rules which provide for wells to be located no closer than 330 feet to the outer boundary of the spacing unit, the completed interval for this well will be unorthodox because it is closer than 330 feet to the northwestern, western, southwestern, and southern boundaries of the project area.

Approval of the unorthodox completed interval will allow Centennial to use their preferred well spacing plan for horizontal wells in this area and thereby prevent waste.

Exhibit A is the Well Location and Acreage Dedication Plat (Form C-102), which shows that the completed interval of the proposed **Tour Bus 23 State No. 505H Well** encroaches on the spacing and proration units to the northwest, west, southwest, and south.

Exhibit B is a land plat for Section 23 and the surrounding sections that shows the **Tour Bus 23 State No. 505H Well** in relation to adjoining units and existing wells.

HOLLAND & HART^{LLP}



Exhibit C is a list of the parties affected by the encroachment to the northwest, west, southwest, and south. Each of the parties listed on Exhibit C have been provided notice of this application by certified mail. A copy of this application has been provided to the State Land Office.

Your attention to this application is appreciated.

Sincerely,

Adam G. Rankin
**ATTORNEY FOR CENTENNIAL RESOURCE
PRODUCTION, LLC**

cc: New Mexico State Land Office
P.O. Box 1148
Santa Fe, NM 87504-1148

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
117 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Arriba Road, Arice, NM 87410
Phone: (505) 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

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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number		2 Pool Code		3 Pool Name	
4 Property Code		5 Property Name		6 Well Number	
		TOUR BUS 23 STATE		505H	
7 UGRID No.		8 Operator Name		9 Elevation	
		CENTENNIAL RESOURCE PRODUCTION, LLC		3473.6'	

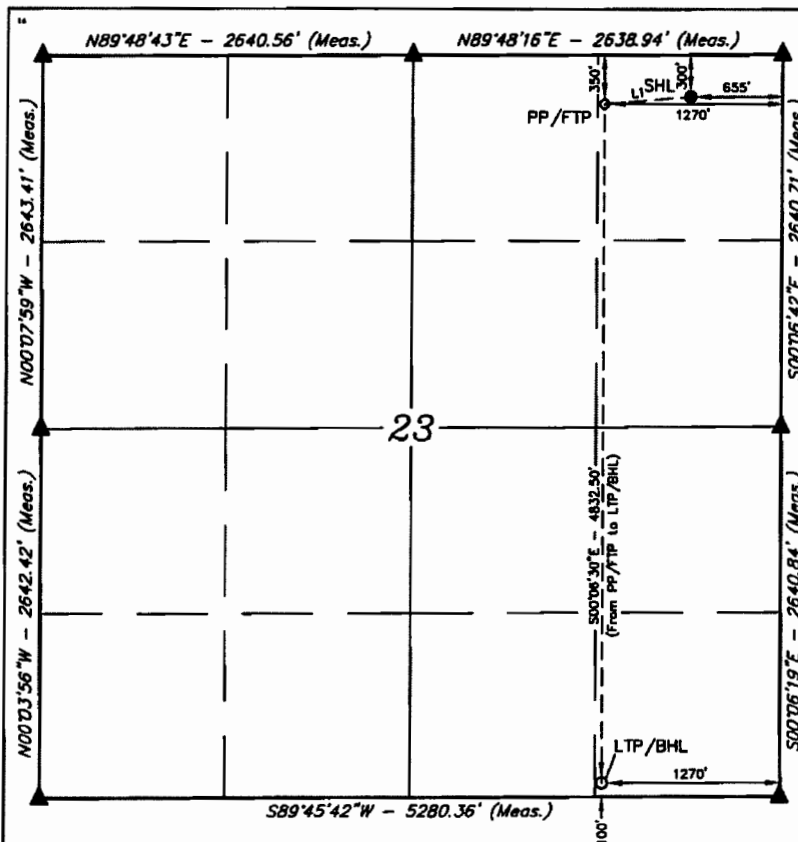
* Surface Location

UL or lot no.	Section	Township	Range	Lat Ida	Feet from the	North/South line	Feet from the	East/West line	County
A	23	22S	34E		300	NORTH	655	EAST	LEA

** Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lat Ida	Feet from the	North/South line	Feet from the	East/West line	County
P	23	22S	34E		100	SOUTH	1270	EAST	LEA
11 Dedicated Acres		12 Joint or Infill		13 Consolidation Code		14 Order No.			
200									

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.



** OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Signature _____ Date _____

Printed Name _____

E-mail Address _____

** SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

February 7, 2018

Date of Survey
Signature and Seal of Professional Surveyor



Certificate Number

LINE TABLE

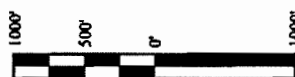
LINE	DIRECTION	LENGTH
L1	S85°09'31"W	617.11'

NAD 83 (SURFACE HOLE LOCATION)
LATITUDE - 32°23'01.06" (32.38629°)
LONGITUDE - 103°26'03.57" (103.434326°)
STATE PLANE NAD 83 (N.E. EAST)
Y - 504461.00' X - 816857.24'
UTM, NAD 83 (ZONE 13)
Y - 11738628.88' X - 2123401.57'

NAD 83 (PP/FTP)
LATITUDE - 32°23'00.57" (32.383493°)
LONGITUDE - 103°26'10.75" (103.43619°)
STATE PLANE NAD 83 (N.E. EAST)
Y - 504407.24' X - 816842.65'
UTM, NAD 83 (ZONE 13)
Y - 11738570.40' X - 2122987.41'

NAD 83 (LTP/BHL)
LATITUDE - 32°22'12.76" (32.370212°)
LONGITUDE - 103°26'10.88" (103.436154°)
STATE PLANE NAD 83 (N.E. EAST)
Y - 499575.59' X - 816277.10'
UTM, NAD 83 (ZONE 13)
Y - 1173537.65' X - 2123046.97'

NOTE:
• Distances referenced on this plat to section lines are perpendicular
• Basis of Bearing is a Transverse Mercator Projection with a Central Meridian of W103°53'00"



SCALE

DRAWN BY: C.D. 02-14-18

- = SURFACE HOLE LOCATION
- ◇ = PP/FTP
- = LTP/BHL
- ▲ = SECTION CORNER LOCATED

REV: 2 03-21-18 C.D. (LTP/BHL CHANGE)

EXHIBIT

A

EXHIBIT C

Tract 1: LG-6555

BTA Oil Producers
104 S. Pecos
Midland, TX 79701

Tract 2: VB-1519 & VB-1891

Centennial Resource Production, LLC
1001 17th Street, Suite 1800
Denver, Colorado 80202

Tract 3: NMNM 043564

BTA Oil Producers
104 S. Pecos
Midland, TX 79701

COG Operating
One Concho Center
600 W. Illinois Ave.
Midland, Texas 79701

JJR, Inc.
2124 Broadway
Lubbock, TX 79401

Samson Exploration Corp.
Samson Plaza
Two West Second St.
Tulsa, OK 74103

Clinton Pace
544 Comanche Dr.
Lubbock, TX 79404

Ryan Pace
544 Comanche Dr.
Lubbock, TX 79404

Tara N. Pace
Nuray K. Pace, Guardian
5716 Ridgemont Pl.
Midland, TX 79707

Aleyna N. Pace
Nuray K. Pace, Guardian
5716 Ridgemont Pl.
Midland, TX 79707

Terra Resources, Inc.
2001 Ross Ave.
Dallas, TX 75201

TCB-2299, Inc.
712 Main St., Box 2558
Houston, TX 77252

F.D.I.C, as liquidator of 1st National Bank,
Midland
3501 Fairfax Drive
Arlington, VA 22226

Robert K. Ryan, Sr.
39 Colonial Dr.
Manhasset, NY 11030

Panther City Exploration Co.
3220 N. Freeway, Ste. 112
Fort Worth, Tx 76111

Tribo Production Co., ltd.
2801 Post Oak Blvd., Ste. 400
Houston, TX 77056

Nations Bank of Texas
901 Main Street
Dallas, TX 75202

Tract 4: NMNM 043564

BTA Oil Producers
104 S. Pecos
Midland, TX 79701

COG Operating
One Concho Center
600 W. Illinois Ave.
Midland, Texas 79701



JJR, Inc.
2124 Broadway
Lubbock, TX 79401

Samson Exploration Corp.
Samson Plaza
Two West Second St.
Tulsa, OK 74103

Clinton Pace
544 Comanche Dr.
Lubbock, TX 79404

Ryan Pace
544 Comanche Dr.
Lubbock, TX 79404

Tara N. Pace
Nuray K. Pace, Guardian
5716 Ridgemont Pl.
Midland, TX 79707

Aleyna N. Page
Nuray K. Pace, Guardian
5716 Ridgemont Pl.
Midland, TX 79707

Terra Resources, Inc.
2001 Ross Ave.
Dallas, TX 75201

TCB-2299, Inc.
712 Main St., Box 2558
Houston, TX 77252

F.D.I.C, as liquidator of 1st National Bank,
Midland
3501 Fairfax Drive
Arlington, VA 22226

Robert K. Ryan, Sr.
39 Colonial Dr.
Manhasset, NY 11030

Panther City Exploration Co.
3220 N. Freeway, Ste. 112
Fort Worth, Tx 76111

Tribo Production Co., ltd.
2801 Post Oak Blvd., Ste. 400
Houston, TX 77056

Nations Bank of Texas
901 Main Street
Dallas, TX 75202



Shipment Confirmation Acceptance Notice

A. Mailer Action

Note to Mailer: The labels and volume associated to this form online, **must** match the labeled packages being presented to the USPS® employee with this form.

Shipment Date: 04/18/2018

Shipped From:

Centennial Resourse Production - Tour Bus 23 State Com 505H Well
CM# 44506.0005 20180419
Notice List

Name: HOLLAND & HART LLP

Address: 110 N GUADALUPE ST # 1

City: SANTA FE

State: NM ZIP+4® 87501

Type of Mail	Volume
Priority Mail Express®	
Priority Mail®	0
First-Class Package Service®	
Returns	
International*	
Other	16
Total	16

*Start time for products with service guarantees will begin when mail arrives at the local Post Office™ and items receive individual processing and acceptance scans.

B. USPS Action

Note to RSS Clerk:

1. Home screen > Mailing/Shipping > More
2. Select Shipment Confirm
3. Scan or enter the barcode/label number from PS Form 5630
4. Confirm the volume count message by selecting Yes or No
5. Select Pay and End Visit to complete transaction

USPS EMPLOYEE: Please scan upon pickup or receipt of mail.
Leave form with customer or in customer's mail receptacle.

USPS SCAN AT ACCEPTANCE



9275 0901 1935 6200 0008 0826 49



Firm Mailing Book For Accountable Mail

Name and Address of Sender Holland & Hart LLP 110 N Guadalupe St # 1 Santa Fe NM 87501		Check type of mail or service ☐ Adult Signature Required ☐ Adult Signature Restricted Delivery ☒ Certified Mail ☐ Certified Mail Restricted Delivery ☐ Collected on Delivery (COD) ☐ Insured Mail ☐ Priority Mail		Affix Stamp Here (if issued as an international certificate of mailing or for additional copies of this receipt). Postmark with Date of Receipt.																							
USPS Tracking/Article Number		Addressee (Name, Street, City, State, & ZIP Code™)		Postage		Handling Charge		Actual Value if Registered		Insured Value		Due Sender if COD		ASR Fee		ASRD Fee		RD Fee		RR Fee		SC Fee		SORD Fee		SH Fee	
1. 9214 8901 9403 8305 6311 61		BTA Oil Producers 104 S Pecos Midland TX 79701		1.63		3.45														1.50							
2. 9214 8901 9403 8305 6311 78		Centennial Resource Production LLC 1001 17th Street Suite 1800 Denver CO 80202		1.63		3.45														1.50							
3. 9214 8901 9403 8305 6311 85		COG Operating One Concho Center 600 W Illinois Ave Midland TX 79701		1.63		3.45														1.50							
4. 9214 8901 9403 8305 6311 92		JJR Inc 2124 Broadway Lubbock TX 79401		1.63		3.45														1.50							
5. 9214 8901 9403 8305 6312 08		Samson Exploration Corp Samson Plaza Two West Second St Tulsa OK 74103		1.63		3.45														1.50							
6. 9214 8901 9403 8305 6312 15		Clinton Pace 544 Comanche Dr Lubbock TX 79404		1.63		3.45														1.50							
7. 9214 8901 9403 8305 6312 22		Ryan Pace 544 Comanche Dr Lubbock TX 79404		1.63		3.45														1.50							
8. 9214 8901 9403 8305 6312 39		Tara N Pace Nuray K Pace Guardian 5716 Ridgemoor Pl Midland TX 79707		1.63		3.45														1.50							
Total Number of Pieces Listed by Sender 16		Total Number of Pieces Received at Post Office		Postmaster, Per (Name of receiving employee)																							



UNITED STATES
POSTAL SERVICE®

Firm Mailing Book For Accountable Mail

Name and Address of Sender		Check type of mail or service		Affix Stamp Here (if issued as an international certificate of mailing or for additional copies of this receipt). Postmark with Date of Receipt.										
Holland & Hart LLP 110 N Guadalupe St # 1 Santa Fe NM 87501		☐ Adult Signature Required ☐ Adult Signature Restricted Delivery ☒ Certified Mail ☐ Certified Mail Restricted Delivery ☐ Collect on Delivery (COD) ☐ Insured Mail ☐ Priority Mail		☐ Priority Mail Express ☐ Registered Mail ☐ Return Receipt for Merchandise ☐ Signature Confirmation ☐ Signature Confirmation Restricted Delivery										
USPS Tracking/Article Number	Address (Name, Street, City, State, & ZIP Code™)	Postage	(Extra Service) Fee	Handling Charge	Actual Value if Registered	Insured Value	Due Sender if COD	ASR Fee	ASRD Fee	RD Fee	RR Fee	SC Fee	SCRD Fee	SH Fee
9. 9214 8901 9403 8305 6312 46	Aleya N Pace Nury K Pace Guardian 5716 Ridgemont Pl Midland TX 79707	1.63	3.45								1.50			
10. 9214 8901 9403 8305 6312 53	Terra Resources Inc 2001 Ross Ave Dallas TX 75201	1.63	3.45								1.50			
11. 9214 8901 9403 8305 6312 60	TCB-2299 Inc 712 Main St Box 2558 Houston TX 77252	1.63	3.45								1.50			
12. 9214 8901 9403 8305 6312 77	F D C as liquidator of 1st National Bank Midland 3501 Fairfax Drive Arlington TX 22226	1.63	3.45						Adult Signature Required	Adult Signature Restricted Delivery	Return Receipt	Signature Confirmation	Signature Confirmation Restricted Delivery	Special Handling
13. 9214 8901 9403 8305 6312 84	Robert K Ryan Sr 39 Colonial Dr Manhasset NY 11030	1.63	3.45								1.50			
14. 9214 8901 9403 8305 6312 91	Panther City Exploration Co 3220 N Freeway Suite 112 Fort Worth TX 76111	1.63	3.45								1.50			
15. 9214 8901 9403 8305 6313 07	Tribo Production Co Ltd 2801 Post Oak Blvd Ste 400 Houston TX 77056	1.63	3.45								1.50			
16. 9214 8901 9403 8305 6313 14	Nations Bank of Texas 901 Main Street Dallas TX 75202	1.63	3.45								1.50			
Total Number of Pieces Listed by Sender 16	Total Number of Pieces Received at Post Office 16	Postmaster, Per (Name of receiving employee)												



Adam G. Rankin
Associate
Phone (505) 954-7294
Fax (505) 983-6043
AGRankin@hollandhart.com

April 19, 2018

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTS

TO AFFECTED PARTIES

Re: Application of Centennial Resource Production, LLC for administrative approval of an unorthodox well location for its Tour Bus 23 State No. 505H Well in the E/2 E/2 of Section 23, Township 22 South, Range 34 East, NMPM, Lea County, New Mexico.

Ladies and Gentlemen:

Enclosed is a copy of the above-referenced application which was filed with the New Mexico Oil Conservation Division on this date. Any objection to this application must be filed in writing within twenty days from this date with the applicant and the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico, 87505. If no objection is received within this twenty-day period, this application may be approved administratively by the Division.

If you have any questions about this application, please contact the following:

Carl Messina
Centennial Resource Production, LLC
(720) 499-1411
Carl.Messina@cdevinc.com

Sincerely,

Adam G. Rankin
**ATTORNEY FOR CENTENNIAL RESOURCE
PRODUCTION, LLC**

From: [Lowe, Leonard, EMNRD](#)
To: ["Adam Rankin"](#)
Cc: [Brown, Maxey G, EMNRD](#); [Kautz, Paul, EMNRD](#); [McMillan, Michael, EMNRD](#); [Jones, William V, EMNRD](#); [Goetze, Phillip, EMNRD](#); [Dawson, Scott, EMNRD](#); [Martin, Ed](#); [Holm, Anchor E.](#); ["lisa@rwbyram.com"](#)
Subject: APPROVED NSL-7711, -7712_Tour Bus State Well No. 505H & 506H _Centennial Resources Production LLC_SEC 23 22S 34E
Date: Tuesday, May 15, 2018 10:02:00 AM
Importance: High

Mr. Adam Rankin,

The following administrative orders have been issued and will soon be available on the Division's web site.

<http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx>

Applicant: Centennial Resources Production, LLC [372165]

NSL-7711

WELL: Tour Bus State Well No. 505H [API #: 30-025-44614]

NSL-7712

WELL: Tour Bus State Well No. 506H [API #: 30-025-44615]

Leonard Lowe

Engineering Bureau

Oil Conservation Division

Energy Minerals and Natural Resources Department

1220 South St. Frances

Santa Fe, New Mexico 87004

Office: 505-476-3492

Cell: 505-930-6717

Fax: 505-476-3462

E-mail: leonard.lowe@state.nm.us

Website: <http://www.emnrd.state.nm.us/ocd/>