STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

APPLICATION OF CENTENNIAL RESOURCE PRODUCTION, LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 22253

CENTENNIAL'S PRE-HEARING STATEMENT

Centennial Resource Production, LLC (OGRID No. 372165), the applicant in the above-referenced case, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT ATTORNEY

Centennial Resource Production, LLC Michael H. Feldewert ("Centennial") Adam G. Rankin

Adam G. Rankin Julia Broggi Kaitlyn A. Luck Holland & Hart, LLP Post Office Box 2208

Santa Fe, New Mexico 87504-2208

(505) 988-4421

(505) 983-6043 Facsimile

OTHER PARTIES

Atlas OBO Energy LP Joshua D. Cochran

55 Waugh, Suite 150 Houston, TX 77354 (713) 936-9620 x109 (281) 763-7910 Fax jcochran@kmd.law

APPLICANT'S STATEMENT OF CASE

Centennial seeks an order pooling all uncommitted interests in the Bone Spring formation underlying a standard 640-acre, more or less, horizontal spacing unit comprised of the E/2 of

Sections 7 and 18, Township 22 South, Range 35 East, NMPM, Lea County, New Mexico. Centennial proposes to dedicate the above-referenced spacing unit to the following proposed initial wells:

- (1) the **Tostada 7 State Com #601H well**, to be horizontally drilled from a surface location in the NW/4 NE/4 (Unit B) of Section 7, to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 18; and
- (2) the **Tostada 7 State Com #602H well**, to be horizontally drilled from a surface location in the NW/4 NE/4 (Unit B) of Section 7, to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 18.

The completed interval for the proposed **Tostada 7 State Com #601H well** will remain within 330 feet of the quarter-quarter line separating the W/2 E/2 from the E/2 E/2 of Sections 7 and 18, to allow inclusion of this acreage into a standard horizontal well spacing unit.

<u>APPLICANT'S PROPOSED EVIDENCE</u>

| WITNESS Name and Expertise | ESTIMATED TIME | EXHIBITS | |
|----------------------------|----------------|-----------|--|
| Gavin Smith – Landman | Affidavit | Approx. 4 | |
| Isabel Harper – Geologist | Affidavit | Approx. 3 | |

PROCEDURAL MATTERS

Centennial does not expect any opposition to this case proceeding by affidavit at the hearing.

Respectfully submitted,

HOLLAND & HART LLP

Bv:

Michael H. Feldewert
Adam G. Rankin
Julia Broggi
Kaitlyn A. Luck
Post Office Box 2208
Santa Fe, NM 87504
505-998-4421
505-983-6043 Facsimile
mfeldewert@hollandhart.com
agrankin@hollandhart.com
jbroggi@hollandhart.com
kaluck@hollandhart.com

ATTORNEYS FOR CENTENNIAL RESOURCE PRODUCTION, LLC

CERTIFICATE OF SERVICE

I hereby certify that on October 28, 2021, I served a copy of the foregoing document to all counsel of record via Electronic Mail to:

Joshua D. Cochran 55 Waugh, Suite 150 Houston, TX 77354 (713) 936-9620 x109 (phone) (281) 763-7910 (fax) jcochran@kmd.law

Attorney for Atlas OBO Energy LP

Kaitlyn A. Luck

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

QUESTIONS

Action 58500

QUESTIONS

| Operator: | OGRID: |
|-------------------------------------|--|
| CENTENNIAL RESOURCE PRODUCTION, LLC | 372165 |
| 1001 17th Street, Suite 1800 | Action Number: |
| Denver, CO 80202 | 58500 |
| | Action Type: |
| | [HEAR] Prehearing Statement (PREHEARING) |

QUESTIONS

| Testimony | | |
|---|---------------|--|
| Please assist us by provide the following information about your testimony. | | |
| Number of witnesses | Not answered. | |
| Testimony time (in minutes) | Not answered. | |