BEFORE THE OIL CONSERVATION COMMISSION EXAMINER HEARING JUNE 13, 2019

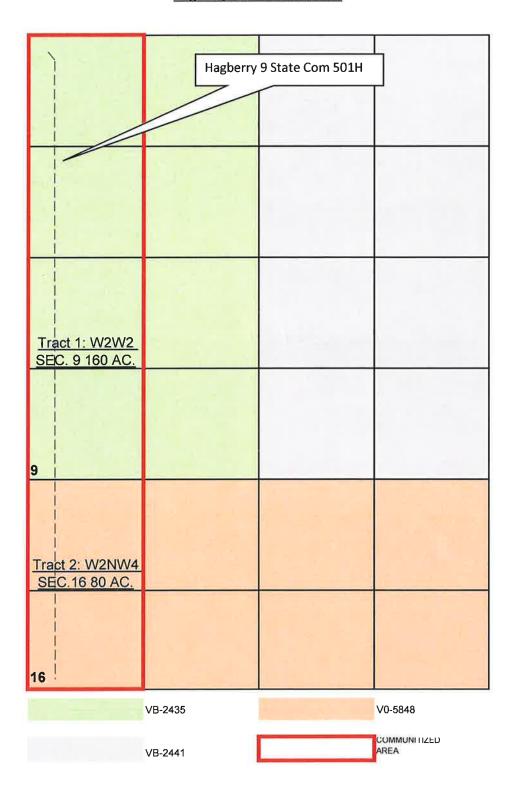
CASE No. 20519

HAGBERRY 9 STATE COM NO. 501H WELL

LEA COUNTY, NEW MEXICO



<u>Land Ownership Map</u> <u>Hagberry 9 State Com #501H</u>



Submitted by: Centennial
Hearing Date: June 13, 2019
Case No 20519

District 1 1625 N. French Dr., Elobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. Frict St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, 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

API Number	² Pool Code	J Pool ?	Name
* Property Code		operty Name RY 9 STATE COM	6 Well Number 501 H
7 OGRID No.		ocrator Name DURCE PRODUCTION, LLC	⁹ Elevation 3622.5'

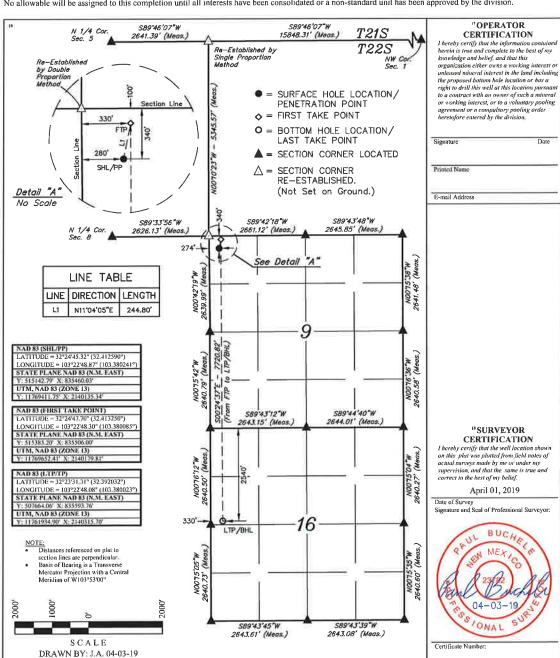
"Surface Location

UL or lot no.	Section 9	Township 22S	Range 35E	Lot Idn	Feet from the 340	North/South line NORTH	Feet from the 280	East/West line WEST	County LEA
---------------	--------------	-----------------	--------------	---------	----------------------	---------------------------	-------------------	------------------------	---------------

"Bottom Hole Location If Different From Surface

ĺ	UL or lot no. E	Section 16	Township 22S	Range 35E	Lot Idn	Feet from the 2540	North/South line NORTH	Feet from the 330	East/West Ilne WEST	County LEA
	12 Dedicated Aero 240	rs 13	Joint or Infill	14 Const	lidation Code	15 Order No.				

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.



BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico

Hearing Date: June 13, 2019 Submitted by: Centennial Exhibit No. 2

Ownership Exhibit Hagberry 9 State Com #501H

Name	Address	Interest Type	Working Interest
	Owners to be Pooled		
	801 Cherry St., Ste. 1200		
Chisholm Energy	Fort Worth, TX 76102	Working Interest	24.944444%
	16945 Northchase Drive, Ste.		
	1500		
CL&F Operating, LLC	Houston, TX 77060	Working Interest	4,166667%
	P.O. Box 51407	1	
McAnSo, LLC	Midland, TX 79710	Working Interest	2,083333%
	1130		
Bursake, LLC	Midland, TX 79701	Working Interest	2,083333%
	6441 Waggoner Drive		
Duadav Resources, LLC	Dallas, TX 75230	Working Interest	0.041667%
	3017 Avenue O		
Timothy R. MacDonald	Galveston, TX 77550	Working Interest	0.013889%
Nearburg Producing Company for the			
Benefit of the Nearburg Producing	P.O. Box 823085		
Company Employee Fund	Dallas, TX 75382	ORRI	
	101 North Robinson, Ste. 1000		
Map2004-OK	Oklahoma City, OK 73102	ORRI	
Total:			33.333333%

	Owners NOT being Poole	d	
Centennial Resource Production, LLC	1001 17th St., Suite 1800 Denver, CO 80202	Working Interest	66.666667%
Total:			66.666667%

Case No 20519



April 3, 2019

RE: Hagberry 9 State Com #501H

SHL: 300' FNL Sec. 9 & 330' FWL Sec. 9 T22S R35E BHL: 2,540' FSL Sec. 16 & 330' FWL Sec. 16 T22S R35E

Lea County, New Mexico

To Whom it May Concern:

Centennial Resource Production, LLC ("CRP") proposes to drill and complete the Hagberry 9 State Com #501H as a horizontal well to test the Bone Spring Formation at a TVD of 10,359 feet. The W/2 W/2 of the referenced Section 9 and the W/2 NW/4 of Section 16 will be dedicated to the well as the proration unit being a total of 240 acres. Please see the enclosed AFE in the amount of \$10,692,605.00.

Upon your response we will send a Joint Operating Agreement ("JOA") with an effective date of April 1, 2019. The JOA contains a proposed overhead rate of \$7500 per day for drilling and \$750 per day for producing and provides for a 100%/300%/300% non-consent penalty.

In the space provided below, please indicate your election and return one original copy of this letter along with an original copy of the enclosed AFE or email me a copy at carl.messina@cdevinc.com. Should you have any questions, please call me at (720) 499-1411.

Best Regards

Carl Messina Land Coordinator



THE UNDERSIGNED HEREBY ELECTS <u>TO PARTICIPATE</u> IN THE CAPTIONED HAGBERRY 9 STATE COM #501H WELLBORE AND TO WAIVE THE NEED FOR A COMPLETION ELECTION.

AGREED TO and ACCEPTED this day of, 2019.
Owner Name:
Signature:
Ву:
Title:
THE UNDERSIGNED HEREBY ELECTS <u>NOT TO PARTICIPATE</u> IN THE CAPTIONED HAGBERRY 9 STATE COM #501H WELLBORE, AND TO GO NONCONSENT.
AGREED TO and ACCEPTED this day of, 2019.
Owner Name:
Signature:
Ву:
Γitle:

Centennial Resource Production, LLC AUTHORIZATION OF EXPENDITURE

AFE NO.:	STATE: New Mexico
AFE DESC: Hagberry 9 State Com 501H	FIELD
DATE: 4/3/2019	PROPERTY #:
AFE TYPE: DRILL AND COMPLETE	PROPERTY NAME:
OPERATOR: 200 - CENTENNIAL RESOURCE	STATE/COUNTY: Lea, NM

Cost Code	Line Item Description	AFE Item Cost Estimate (\$)
8015.1000	IDC - PERMITS,LICENSES,ETC	\$9,000.00
8015.1100	IDC - STAKING & SURVEYING	\$10,000.00
8015.1200	IDC - LEGAL, TITLE SERVICES	\$10,000.00
8015.1300	IDC - SURFACE DAMAGE / ROW	\$35,000.00
8015.1400	IDC - ROAD, LOCATIONS, PITS	\$175,000.00
8015.1500	IDC - RIG MOB / TRUCKING	\$175,000.00
8015.1600	IDC - RIG MOB / STANDBY RATE	\$125,000.00
8015.1700	IDC - DAYWORK CONTRACT	\$491,868.00
8015.1800	IDC - FOOTAGE CONTRACT	\$56,000.00
8015.1900	IDC - DIRECTNL DRILL & SURVEY	\$208,000.00
8015.2000	IDC - CONDUCTOR HOLE & SERVICE	\$35,000.00
8015.2100	IDC - WIRELINE SVCS CASED&OPEN	\$0.00
8015.2200	IDC - BITS, TOOLS, STABILIZERS	\$104,336.00
8015.2300	IDC - FUEL / POWER	\$81,000.00
8015.2400	IDC - RIG WATER	\$18,000.00
8015.2500	IDC - MUD/CHEMICALS/ACIDIZING	\$149,288.00
8015.2600	IDC - MUD LOGGING	\$27,500.00
8015.2700	IDC - INSPECTION & TESTING	\$75,000.00
8015.2800	IDC - CORE ANALYSIS	\$0.00
8015.2900	IDC - OPEN/CASED HOLE LOGGING	\$0.00
8015.3000	IDC - CEMENT SERV/FLOAT EQUIP	\$175,000.00
8015.3100	IDC - CASING CREW & TOOLS	\$41,500.00
8015.3200	IDC - CONTRACT LABOR/ROUSTABOUT	\$30,000.00
8015.3400	IDC - MATERIALS & SUPPLIES	\$0.00
8015.3500	IDC - TRUCKING/VACUUM/ TRANSP	\$35,500.00
8015.3600	IDC - SOLIDS CONTROL/ CLOSED LOOP SYSTEM	\$54,500.00
8015.3700	IDC - DISPOSAL	\$144,000.00
8015.3800	IDC - WELLHEAD PREPARE/REPAIR	\$25,000.00
8015.3900	IDC - FISHING TOOLS & SERVICES	\$0.00
8015.4100	IDC - RENTAL EQUIPMENT	\$88,000.00
8015.4200	IDC - MANCAMP	\$42,000.00
8015.4300	IDC - WELLSITE SUPERVISION	\$105,000.00
8015.4400	IDC - SUPERVISION/ENGINEERING	\$0.00
8015.4600	IDC - SAFETY / ENVIRONMENTAL	\$19,400.00

8015.4800	IDC - OVERHEAD	\$0.00
8015.5000	IDC - WELL CONTROL INSURANCE	\$12,950.00
8015.5200	IDC - CONTINGENCY	\$255,784.00
8020,1000	TDC - CASING - CONDUCTOR	\$0.00
8020.1100	TDC - CASING - SURFACE - 13 3/8	\$81,473.00
8020.1200	TDC - CASING - INTERMEDIATE - 9 5/8	\$184,748.00
8020.1300	TDC - CASING - INTERMEDIATE 2 - 7 5/8	\$0.00
8020.1400	TDC - CASING - PRODUCTION - 5 1/2 AND 5	\$374,058.00
8020.1500	TDC - WELLHEAD EQUIPMENT	\$65,875.00
8020.1700	TDC - PACKER/DOWNHOLE TOOLS	\$51,531.00
8020.1800	TDC - CONTINGENCY	\$0.00
8025.1000	ICC - STAKING & SURVEYING	\$0.00
8025.1100	ICC - ROAD, LOCATIONS, PITS	\$11,000.00
8025.1200	ICC - COMPLETION RIG	\$0.00
8025.1400	ICC - WIRELINE OPEN/CASED HOLE	\$33,000.00
8025.1500	ICC - FUEL / POWER	\$462,875.00
8025.1600	ICC - COILED TUBING	\$135,520.00
8025.1700	ICC - CEMENTING & SERVICES	\$0.00
8025.1800	ICC - WATER DISPOSAL / VACUUM	\$17,950.00
8025.1900	ICC - INSPECTION & TESTING	\$0.00
8025.2000	ICC - TRUCKING	\$13,750.00
8025.2200	ICC - ELECTRIC LOGGING / PERFORATING	\$425,450.00
8025.2300	ICC - COMPLETION FLUIDS	\$10,000.00
8025.2400	ICC - CASING CREW AND TOOLS	\$0.00
8025.2500	ICC - WELL STIMULATION/FRACTUR	\$2,315,594.00
8025.2600	ICC - CONTRACT LABOR/ROUSTABOUT	\$20,000.00
8025.3000	ICC - WATER HANDLING	\$318,500.00
8025.3050	ICC - SOURCE WATER	\$713,505.00
8025.3100	ICC - WELLHEAD/FRACTREE REPAIR	\$35,000.00
8025.3200	ICC - FISHING TOOLS & SERVICES	\$0.00
8025.3300	ICC - COMMUNICATIONS	\$0.00
8025.3400	ICC - RENTAL EQUIPMENT	\$119,000.00
8025.3500	ICC - WELLSITE SUPERVISION	\$153,650.00
8025.3600	ICC - SUPERVISION/ENGINEERING	\$7,500.00
8025.3700	ICC - SAFETY / ENVIRONMENTAL	\$15,000.00
8025.3800	ICC - OVERHEAD	\$10,000.00
8025.4000	ICC - WELL CONTROL INSURANCE	\$0.00
8025.4200	ICC - CONTINGENCY	\$0.00
8025.4400	ICC - COMPANY LABOR	\$0.00
8030.1000	TCC - CASING - PRODUCTION	\$0.00
8030.1600	TCC - PROD LINER & EQUIPMENT	\$0.00
8030.1700	TCC - PACKER/DOWNHOLE TOOLS	\$0.00
8030.2000	TCC - WELLHEAD EQUIPMENT	\$57,500.00
8035.1300	FAC - SURFACE DAMAGE / ROW	\$0.00
8035.1310	FAC- PERMANENT EASEMENT	\$80,000.00
	FAC - ROAD LOCATIONS PITS	\$20,000.00

8035.1500	FAC - MATERIALS & SUPPLIES	\$0.00
8035.1600	FAC - TRANSPORTATION TRUCKING	\$50,000.00
8035.1700	FAC - RENTAL EQUIPMENT	\$30,000.00
8035.1800	FAC - FUEL / POWER	\$0.00
8035.1900	FAC - WATER DISPOSAL / SWD	\$0.00
8035.2000	FAC - WASTE DISPOSAL	\$0.00
8035.2100	FAC - INSPECTION & TESTING	\$5,000.00
8035.2200	FAC - CONTRACT LABOR / ROUSTAB	\$225,000.00
8035.2300	FAC - FRAC TANK RENTAL	\$0.00
8035.2400	FAC - SUPERVISION	\$15,000.00
8035.2500	FAC - CONSULTING SERVICES	\$0.00
8035.2600	FAC - INJECTION PUMP	\$0.00
8035.2700	FAC - P-LINE F-LINE LINEPIPE	\$20,000.00
8035.2900	FAC - TANK BATTERY	\$165,000.00
8035.3000	FAC - HEATER TREATER/SEPERATOR	\$140,000.00
8035.3100	FAC - DEHYDRATOR EQUIPMENT	\$0.00
8035.3200	FAC - VALVES FITTINGS & PIPE	\$225,000.00
8035.3300	FAC - CIRCULATING TRNSFER PUMP	\$30,000.00
8035.3400	FAC - METER & DRIPS	\$135,000.00
8035.3500	FAC - COMPRESSOR	\$0.00
8035.3600	FAC - POWER GENERATION	\$150,000.00
8035.3700	FAC - COMM TELEMETRY & AUTOMAT	\$50,000.00
8035.3800	FAC - OTHER SURFACE EQUIPMENT	\$50,000.00
8035.4000	FAC - SAFETY / ENVIRONMENTAL	\$10,000.00
8035.4100	FAC- OVERHEAD	\$0.00
8035.4300	FAC - INSURANCE	\$0.00
8035.4400	FAC- COMPANY LABOR	\$0.00
8035.4500	FAC - CONTINGENCY	\$100,000.00
8040.1100	IFC - ROADS LOCATIONS / PITS	\$5,000.00
8040.1200	IFC - COMPLETION RIG	\$16,000.00
8040.1400	IFC - WIRELINE OPEN/CASED HOLE	\$0.00
8040.1500	IFC - FUEL / POWER	\$0.00
8040.1600	IFC - COILED TUBING	\$0.00
8040.1700	IFC - CEMENTING & SERVICES	\$0.00
8040.1899	IFC - FRAC WATER RECOVERY	\$240,000.00
8040.1900	IFC - INSPECTION & TESTING	\$3,500.00
8040.2000	IFC - TRUCKING/VACUUM/TRANSP	\$10,000.00
8040.2200	IFC - ELECTRIC LOGGING/PERFORATING	\$0.00
8040.2300	IFC - COMPLETION FLUID	\$15,000.00
8040.2400	IFC - CASING CREW AND TOOLS	\$0.00
8040.2600	IFC - CONTRACT LABOR/ROUSTABOUT	\$12,000.00
8040.2800	IFC - MATERIAL & SUPPLIES	\$5,000.00
8040.2900	IFC - WELL TESTING / FLOWBACK	\$170,000.00
8040.3100	IFC - WELLHEAD/FRAC TREE REPAIR	\$0.00
8040.3200	IFC - FISHING TOOLS & SERVCES	\$0.00
8040.3400	IFC - RENTAL EQUIPMENT	\$20,000.00

8040.3500	IFC - WELLSITE SUPERVISION	\$5,000.00
8040.3700	IFC - SAFETY / ENVIRONMENTAL	\$40,000.00
8040.4200	IFC - CONTINGENCY	\$30,000.00
8040.4400	IFC - COMPANY LABOR	\$0.00
8040.4500	IFC - SWABBING	\$0.00
8045.1100	TFC - TUBING	\$60,000.00
8045.1200	TFC - SUCKER RODS & ACCESSORY	\$0.00
8045.1300	TFC - DOWNHOLE ARTIFICIAL LIFT EQPT	\$100,000.00
8045.1500	TFC - SUBSURFACE PUMPS	\$0.00
8045.1600	TFC - PROD LINER & EQUIPMENT	\$0.00
8045.1700	TFC - PACKER/DOWNHOLE TOOLS	\$0.00
8045.1900	TFC - PUMPING UNITS /SURFACE LIFT EQUIPMENT	\$0.00
8045.2000	TFC - WELLHEAD EQUIPMENT	\$15,000.00
8045.2500	TFC - VALVES / CONNECTIONS / FITINGS	\$0.00
8045.3100	TFC - MEASURMENT EQUIPMENT	\$0.00
8045.3200	TFC - COMM, TELEMETRY & AUTOMATION	\$0.00
8045.3400	TFC - CONTRACTOR LABOR INSTALL	\$0.00
8045.3500	TFC - CONTINGENCY	\$0.00
8045.4400	TFC - COMPANY LABOR	\$0.00
		\$10,692,605.00

^{***} This AFE is an estimate only. By returning one signed copy, you agree to pay your share of the actual cost incurred. ***

REMARKS

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

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

CASE NO. 20519

<u>AFFIDAVIT</u>

STATE OF NEW MEXICO) ss. COUNTY OF SANTA FE)

Kaitlyn A. Luck, attorney in fact and authorized representative of Centennial Resource Production, LLC, the Applicant herein, being first duly sworn, upon oath, states that the above-referenced Application has been provided under the notice letters and proof of receipts attached hereto.

Kaitlyn A. Luck

SUBSCRIBED AND SWORN to before me this 12th day of June 2019 by Kaitlyn A. Luck.

Notary Public

My Commission

Expires: Hyport 26,200



Michael H. Feldewert Recognized Specialist in the Area of Natural Resources – Oil and Gas Law – New Mexico Board of Legal Specification mfeldewert@hollandhart.com

May 24, 2019

VIA CERTIFIED MAIL CERTIFIED RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

Re: Application of Centennial Resource Production, LLC for Compulsory Pooling, Lea

County, New Mexico.

Hagberry State Com No. 501H Well

Ladies & Gentlemen:

This letter is to advise you that Centennial Resource Production, LLC, has filed the enclosed application with the New Mexico Oil Conservation Division. A hearing has been requested before a Division Examiner on June 13, 2019 and the status of the hearing can be monitored through the Division's website at http://www.emnrd.state.nm.us/ocd/. Division hearings will commence at 8:15 a.m. in Porter Hall at the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 19.15.4.13.B to file a Pre-hearing Statement four business days in advance of a scheduled hearing. This statement must be filed at the Division's Santa Fe office at the above specified address and should include: the names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

If you have any questions about this matter, please contact Gavin Smith at (720) 499-1474 or Gavin.Smith@cdevinc.com.

Michael H. Feldewert

ATTORNEY FOR CENTENNIAL RESOURCE



Shipment Confirmation Acceptance Notice

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.

HAGBERRY 20519

Shipment Date: 05/24/2019

Shipped From:

Name: HOLLAND & HART LLP

110 N GUADALUPE ST # 1 Address:

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	8
_ Total	8

^{*}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

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UNITED STATES	POSTAL SERVICE®

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March Marc	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	Affix S (if issue certifica addition Postma	tamp Here d as an intern te of mailing c al copies of th	ational or for nis receipt). of Receipt.							
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10.35 59 Map2004-OK 101 North Robinson Ste 1000 Oklahoma Gty OK 73102 0.65 3.50 ET TO	9214 8901 9403 8383 8035 42	Nearburg Producing Company for the Benefit of the Nearburg Producing Company Employee Fund PO BOX 823085 Dallas TX 75382						4	1.6(ngia	
I Number of Pieces eived at Post Office	9214 8901 9403 8383 8035 59	Map2004-OK 101 North Robinson Ste 1000 Oklahoma City OK 73102							1.6(6		
	Number of Pieces Total Number of Pieces I by Sender Received at Post Office 8	Postmaster, Per (Name of receiving employee)						-	-			

POSTAL DELIVERY REPORT HAFBERRY STATE COM NO. 501H CASE NO. 20519

Recipient	Status	Custom
Chisholm Fneray 801 Cherry St. Ste 1200 Eart Worth TV 76103		Ref#: C1403056.7876485
SIGE OF THE BOOK STORY OF TENDER WOLLING A DELCE	Delivered Signature Received	KetKet#:
CL&F Operating LLC 16945 Northchase Drive Ste 1500 Houston TX		Ref#: C1403056.7876486
7/060	Delivered Signature Received	RetRef#:
		Ref#: C1403056.7876487
McAnso LLC PO BOX 51407 Midland TX 79710	Delivered Signature Received	RetRef#:
		Ref#: C1403056.7876488
Bursake LLC 500 W Texas Avenue Ste 1130 Midland TX 79701	Delivered Signature Received	RetRef#:
		Ref#: C1403056.7876489
Duadav Resources LLC 6441 Waggoner Drive Dallas TX 75230	Delivered Signature Received	RetRef#:
		Ref#: C1403056.7876490
Timothy R MacDonald 3017 Avenue O Galveston TX 77550	In-Transit	RetRef#:
Nearburg Producing Company for the Benefit of the Nearburg		Ref#: C1403056.7876491
Producing Company Employee Fund PO BOX 823085 Dallas TX 75382	Delivered Signature Received	RetRef#:
		Ref#: C1403056.7876492
Map2004-OK 101 North Robinson Ste 1000 Oklahoma City OK 73102	Delivered Signature Received	RetRef#:

Affidavit of Publication

STATE OF NEW MEXICO COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

> Beginning with the issue dated May 25, 2019 and ending with the issue dated May 25, 2019.

Publisher

Sworn and subscribed to before me this 25th day of May 2019.

Business Manager

My commission expires

January 29, 2023



This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said

LEGAL.

LEGAL

LEGAL NOTICE MAY 25, 2019

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

The State of New Mexico through its Oil Conservation Division hereby gives notice pursuant to law and the Rules and Regulations of the Division of the following public hearing to be held at 8:15 A.M. on June 13, 2019, in the Oil Conservation Division Hearing Room at 1220 South St. Francis. Santa Fe, New Mexico, before an examiner duly appoint for the hearing. If you are an individual with a disability who is in need of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary aid or service to attend or particlpate in the hearing, please contact: Florene Davidson at 505-476-3458 or through the New Mexico Relay Network, 1-800-659-1779 by June 3, 2019. Public documents, including the agenda and minutes, can be provided in various accessible forms. Please contact Florene Davidson if a summary or other type of accessible form is needed.

STATE OF NEW MEXICO TO: All named parties and persons having any right, title, interest or claim in the following case and notice to the public.

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

To: All overriding royalty interest owners and pooled parties, including: Chisholm Energy; CL&F Operating, LLC; McAnSo, LLC; Bursake, LLC; Duadav Resources, LLC; Timothy R. MacDonald, his heirs and devisees; Nearburg Producing Company for the Benefit of the Nearburg Producing Company Employee Fund; Map2004-OK.

Case No. 20519: Application of Centennial Resource Production, LLC for compulsory pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order pooling all uncommitted interests in the Bone Spring formation underlying a standard 240-acre, more or less, horizontal spacing unit comprised of the W/2 W/2 of Section 9 and the W/2 NW/4 of Section 16, Township 22 South, Range 35 East, NMPM, Lea County, New Mexico. Said horizontal spacing unit is to be dedicated to applicant's proposed Hagberry 9 State Com No. 501H Well, which will be horizontally drilled from a surface location in the NW/4 NW/4 (Unit D) of Section 9 to a bottom hole location in the SW/4 NW/4 (Unit E) of Section 16. The completed interval for this well will comply with Statewide setbacks for oil wells. Also, to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, the actual operating costs and charges for supervision, the designation of applicant as operator of the well and a 200% charge for risk involved in drilling said well. Said area is located approximately 13 miles west of Eunice, New Mexico.

67100754

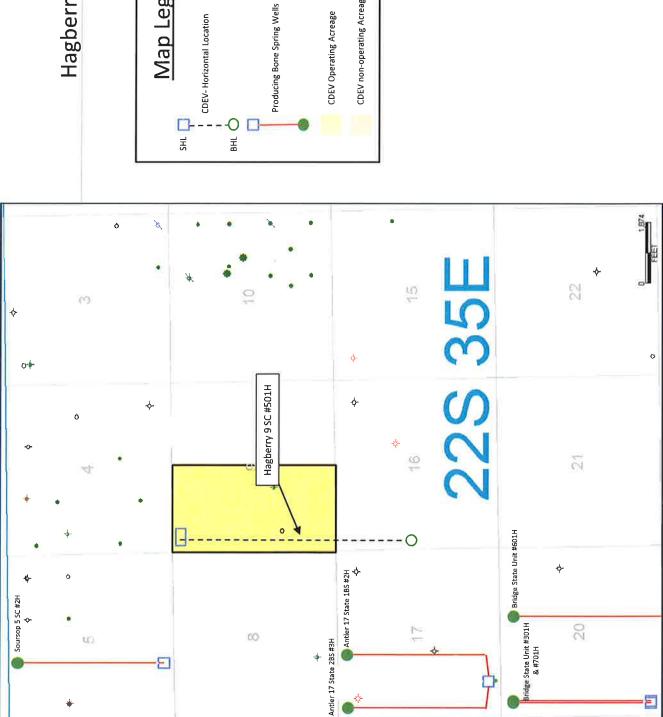
00228722

HOLLAND & HART LLC PO BOX 2208 SANTA FE,, NM 87504-2208

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. 6
Submitted by: Centennial
Hearing Date: June 13, 2019

Case No 20519

Map Legend



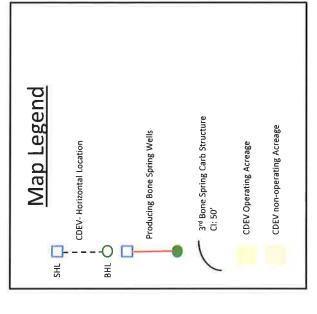
CDEV non-operating Acreage

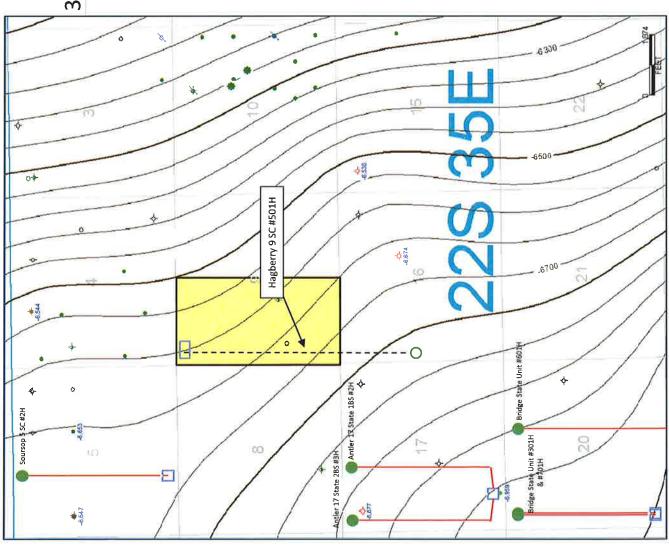
CDEV Operating Acreage

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico

Exhibit No. 7
Submitted by: Centennial
Hearing Date: June 13, 2019
Case No 20519

CENTENNIAL



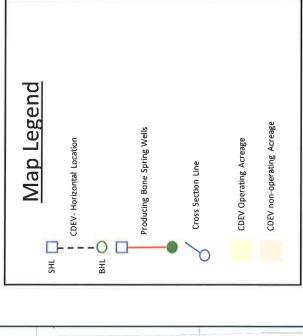


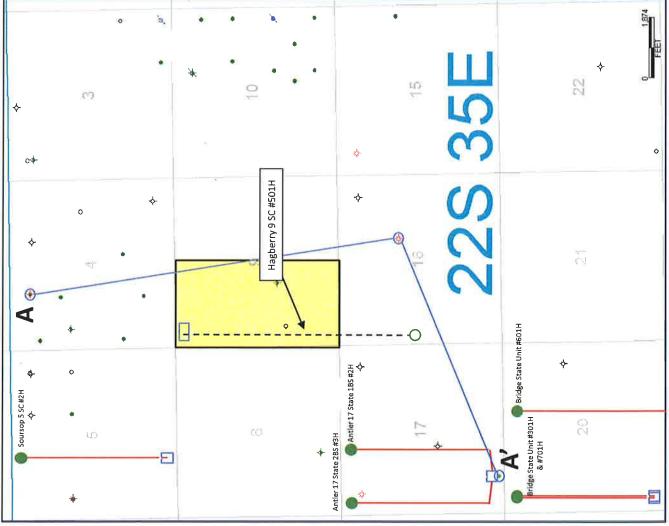
BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico

Submitted by: Centennial Hearing Date: June 13, 2019 Exhibit No. 8

Case No 20519

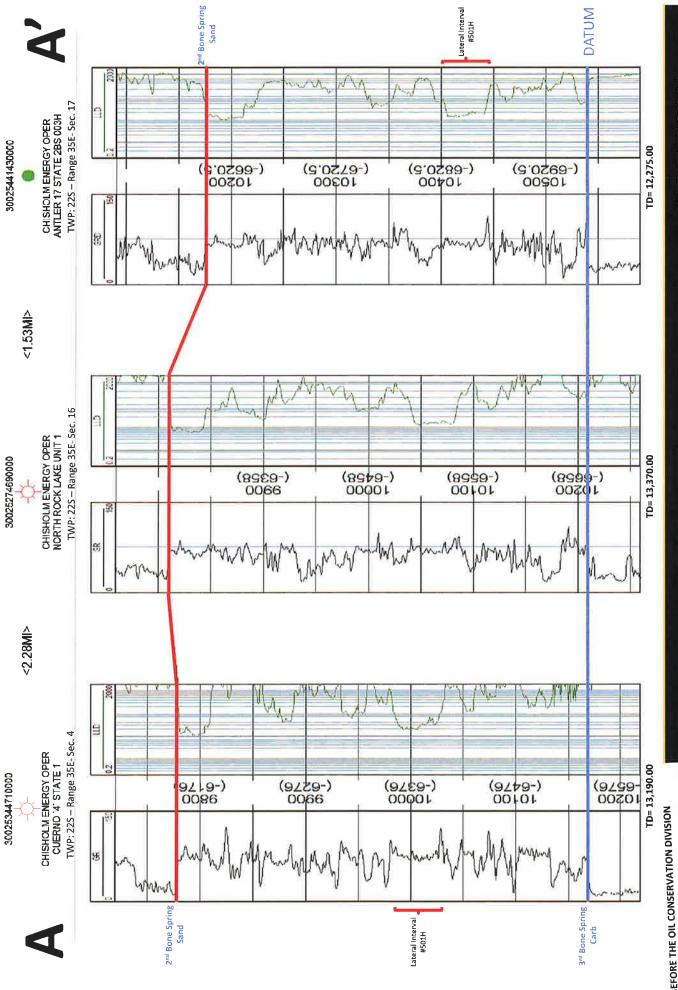
Cross Section Map





BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico

Exhibit No. 9
Submitted by: Centennial
Hearing Date: June 13, 2019
Case No 20519



CENTENNIAL

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. 10

Submitted by: Centennial Hearing Date: June 13, 2019 Case No 20519