

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

**APPLICATION OF CENTENNIAL
RESOURCE PRODUCTION, LLC FOR A
NON-STANDARD SPACING AND
PRORATION UNIT AND COMPULSORY
POOLING, LEA COUNTY, NEW MEXICO.**

FILED 15 OCT 2017

CASE NO. 16265

**APPLICATION OF CENTENNIAL
RESOURCE PRODUCTION, LLC FOR A
NON-STANDARD SPACING AND
PRORATION UNIT AND COMPULSORY
POOLING, LEA COUNTY, NEW MEXICO.**

CASE NO. 16266

**CENTENNIAL RESOURCE PRODUCTION'S
PRE-HEARING STATEMENT**

Centennial Resource Production, LLC ("Centennial"), the applicant in the above referenced matter, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

Centennial Resource Production, LLC

ATTORNEY

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APPLICANT'S STATEMENT OF CASE

In Case No. 16265, Centennial (OGRID No. 372165) seeks an order (1) creating a 240-acre, more or less, spacing and proration unit comprised of the E/2 SE/4 of Section 1 and the E/2 E/2 of Section 12, Township 23 South, Range 34 East, NMPM, Lea County, New Mexico; and (2) pooling all mineral interests in the Bone Spring formation underlying this acreage. Centennial proposes to dedicate the above-referenced spacing and proration unit as the project area for its proposed **Duck Hunt State Com No. 601H Well**, which will be horizontally drilled from a surface location in the NE/4 SE/4 (Unit I) of Section 1 to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 12. The completed interval for this well will be at an unorthodox location because it is closer to the southern and southeastern boundaries of the proposed spacing and proration unit than allowed by the statewide rules. Centennial is seeking separate administrative approval for this unorthodox well location.

In Case No. 16266, Centennial (OGRID No. 372165) seeks an order (1) creating a 240-acre, more or less, spacing and proration unit comprised of the W/2 SE/4 of Section 1 and the W/2 E/2 of Section 12, Township 23 South, Range 34 East, NMPM, Lea County, New Mexico; and (2) pooling all mineral interests in the Bone Spring formation underlying this acreage. Centennial proposes to dedicate the above-referenced spacing and proration unit as the project area for its proposed **Duck Hunt State Com No. 602H Well**, which will be horizontally drilled from a surface location in the NE/4 SE/4 (Unit I) of Section 1 to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 12. The completed interval for this well will be at an unorthodox location because it is closer to the southern and southeastern boundaries of the proposed spacing and proration unit than allowed by the statewide rules. Centennial is seeking separate administrative approval for this unorthodox well location.

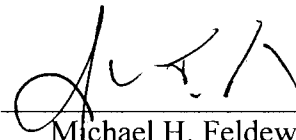
APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Gavin Smith – Landman	Approx. 10	Approx. 5
John Harper – Geologist	Approx. 10	Approx. 4

PROCEDURAL MATTERS

Centennial requests that Case Nos. 16265 and 16266 be consolidated only for hearing purposes.

HOLLAND & HART LLP

By: 

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