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

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

Case No. 16266

PRE-HEARING STATEMENT

WELDON BAIRD and BEULAH M. BAIRD TRUST ("Baird Trust"), provisionally provide this Pre-Hearing Statement as required by the rules of the Division.

APPEARANCES

WELDON BAIRD and BEULAH M. BAIRD TRUST

WELDON BAIRD and BEULAH M. BAIRD

TRUST'S ATTORNEY:

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APPLICANT

APPLICANT'S ATTORNEY:

CENTENNIAL RESOURCE PRODUCTION, LLC

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STATEMENT OF THE CASE

Applicant Centennial Resource Production, LLC 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.

The Baird Trust is the owner of a leased mineral interest within Applicant's proposed unit, which expires August 5, 2018. Upon information and belief, Applicant did not exercise due diligence to negotiate a voluntary agreement. No witness testimony by the Trust or on its behalf is anticipated, but the Trust reserves the right to cross-examine Applicant's witnesses.

PROPOSED EVIDENCE

OPPONENT: WELDON BAIRD AND BEULAH M. BAIRD TRUST

<u>WITNESSES</u> EST. TIME EXHIBITS

5-6

APPLICANT: CENTENNIAL RESOURCE PRODUCTION, LLC

WITNESSES EST. TIME EXHIBITS

PROCEDURAL MATTERS

None.

Respectfully submitted,

MONTGOMERY & ANDREWS, P.A.

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Attorney for Weldon Baird and Beulah M. Baird Trust

CERTIFICATE OF SERVICE

I hereby certify that on this 19th day of July, 2018, a true copy of the foregoing pleading was served via email to counsel of record as follows:

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