

State of New Mexico  
Energy, Minerals and Natural Resources Department

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**Susana Martinez**  
Governor

**David Martin**  
Cabinet Secretary-Designate

**Brett F. Woods, Ph.D.**  
Deputy Cabinet Secretary

**Jami Bailey, Division Director**  
Oil Conservation Division



Administrative Order CTB-677

July 30, 2013

COG Operating LLC  
600 W. Illinois  
Midland, TX 79701

Attention: Brian Moriano:

COG Operating LLC ("COG") is hereby authorized to surface commingle oil production from the Hay Hollow; Bone Spring Pool (**30215**), and from the following State of New Mexico leases and wells:

Diamondback 22 State Com. Well No. 1H (**API No. 30-015-38528**), Unit B, Sect. 22-26 South-28 East

Diamondback 22 State Com. Well No. 2H (**API No. 30-015-39105**), Unit D, Sect. 22-26 South-28 East

**All in NMPM, Eddy County, New Mexico.**

The commingled oil production from the wells detailed above shall be measured and sold at the Central Tank Battery (CTB), located at the Diamondback 22 State Com. Well No. 2H in Unit D, Section 22, Township 26 South, Range 28 East, NMPM, Eddy County, New Mexico.

The oil production from the Diamondback 22 State Com Well No. 1H shall be continuously measured with allocation meter. The oil production of the Diamondback 22 State Com Well No. 2H shall be determined by subtracting the metered oil production of the Diamondback 22 State Com Well No. 1H from the total oil production of the facility. The allocation meter shall be calibrated quarterly.

NOTE: This installation shall be installed and operated in accordance with the applicable Division Rules and Regulations. It is the responsibility of the producer to notify the transporter of this commingling authority.

FURTHER: The operator shall notify the Artesia District office of the Division prior to implementation of the commingling operations.

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**This approval is subject to like approval from the New Mexico State Land Office (SLO) before commencing the commingling operations.**

DONE at Santa Fe, New Mexico, on July 30, 2013.

A handwritten signature in black ink, appearing to read "Jami Bailey". The signature is fluid and cursive, with the first name "Jami" and last name "Bailey" clearly distinguishable.

Jami Bailey  
Division Director

JB/re

cc: Oil Conservation Division – Artesia  
State Land Office – Oil, Gas, and Minerals Division