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

APPLICATION FOR OFF-LEASE MEASUREMENT SUBMITTED BY COG OPERATING, LLC ORD

ORDER NO. OLM-195-A

<u>ORDER</u>

The Director of the New Mexico Oil Conservation Division ("OCD"), having considered the application and the recommendation of the Engineering Bureau, issues the following Order.

FINDINGS OF FACT

- 1. COG Operating, LLC ("Applicant") submitted a complete application to off-lease measure the oil production ("Application") from the wells, pool, and lease identified in Exhibit A.
- 2. Applicant provided notice of the Application to all persons owning a working interest in the oil production to be off-lease measured in accordance with 19.15.23.9(A)(5) NMAC, and those persons either submitted a written waiver or did not file an objection to the Application.
- 3. Applicant provided notice of the Application to the Bureau of Land Management or New Mexico State Land Office, as applicable.

CONCLUSIONS OF LAW

- 4. OCD has jurisdiction to issue this Order pursuant to the Oil and Gas Act, NMSA 1978, §§ 70-2-6, 70-2-11, 70-2-12, and 19.15.23 NMAC.
- 5. Applicant satisfied the notice requirements for the Application in accordance with 19.15.23.9(A)(5) NMAC.
- 6. By granting the Application with the conditions specified below, this Order prevents waste and protects correlative rights, public health, and the environment.

<u>ORDER</u>

- 1. Applicant is authorized to off-lease measure oil production from the wells, pool, and lease identified in Exhibit A.
- 2. This Order supersedes Order OLM-195.
- 3. The oil production from the wells identified in Exhibit A shall be physically separated from the oil production from other wells and no commingling of production from different leases shall occur in accordance with 19.15.23.9(A)(3) NMAC and 19.15.23.9(A)(4) NMAC.
- 4. Applicant shall measure the commingled oil at a central tank battery described in Exhibit A in accordance with 19.15.18.15 NMAC or 19.15.23.8 NMAC.

DIRECTOR

- 5. Applicant shall calibrate the meters used to measure or allocate oil production in accordance with 19.15.12.10(C)(2) NMAC.
- 6. OCD retains jurisdiction and reserves the right to modify or revoke this Order if it is deemed necessary to prevent waste or protect correlative rights, public health, or the environment.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

ADRIENNE SĂNDOVAL

DATE: 7/28/2020

Exhibit A

Order: OLM-195-A

Operator: COG Production, LLC (217955)

Central Tank Battery: Azores Federal 29M Central Tank Battery

Central Tank Battery Location (NMPM): Unit M, Section 29, Township 24 South, Range 32 East

Central Tank Battery: Red Hills Offload Station

Central Tank Battery Location (NMPM): Unit O, Section 4, Township 26 South, Range 32 East

Central Tank Battery: Jal Offload Station

Central Tank Battery Location (NMPM): Unit D, Section 4, Township 26 South, Range 37 East

Gas Custody Transfer Meter Location (NMPM): Unit M, Section 29, Township 24 South, Range 32 East

Pools

Pool Name WC-025 G-06 S253206M; BONE SPRING **Pool Code** 97899

Location (NMPM)

Sec 29-T24S-R32E

Leases as defined in 19.1	19.15.12.7(C) NMAC		
	Location (NMP		

Lease			
NMNM	12090B		

W/2 W/2, W/2 E/2

	Wel	ls		
Well API	Well Name	Location (NMPM)	Pool Code	Train
30-025-43845	Azores Federal 6H	O-29-24S-32E	97899	
30-025-43758	Azores Federal 9H	M-29-24S-32E	97899	