New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

John H. Bemis Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey Division Director Oil Conservation Division



Administrative Order OLM-59

February 29, 2012

COG Operating, LLC 2208 W. Main Street Artesia, NM 88210

Attention: Maytes Reyes:

COG Operating, LLC. ("COG") is hereby authorized to measure <u>oil and gas production</u> Off-Lease from the following well which is producing from Cotton Draw; Bone Spring, East Pool (96556) in Eddy County, New Mexico:

Canvasback 13 Federal Well No. 1H (**API 30-015-39191**) SHL: 330 feet FNL & 480 feet FWL Unit D of Section 13, T-24-S, R-31-E BHL: 330 feet FSL & 480 feet FWL Unit M of Section 13, T-24-S, R-31-E

The oil and gas production from the well shall be measured and sold at the Seabiscuit Federal Com Well No. 1H Tank Battery located in Unit D Section 12, T-24-S, R-31-E, NMPM, in Eddy County, New Mexico.

The surface commingling of oil and gas production is **NOT** authorized.

The operator shall notify the Artesia district office of the Division before commencement of Off-Lease Measurements.

This approval is subject to like approval from the Bureau of Land Management (BLM) before commencing the commingling operations.

Jami Bailey Division Director

JB/re

cc: Oil Conservation Division – Artesia Bureau of Land Management BLM - Roswell