LOGGED IN 9/18/12

TYPE OLM

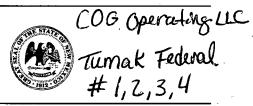
APP NO PKUR 1226238618

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

TH	IIS CHECKLIS	T IS MANE	DATORY FOR ALL ADMINISTRA WHICH REQUIRE PRO				AND REGULATIONS
Applic	-DHC] P]	-Standa Downho C-Pool [W	ard Location] [NSP-Non- ole Commingling] [CT	-Standard P B-Lease Cor Off-Lease St on] [PMX-l osal] [IPI-	roration Unit] [nmingling] [F torage] [OLM Pressure Mainte Injection Press	SD-Simultaneous De PLC-Pool/Lease Comr -Off-Lease Measuren enance Expansion] ure Increase]	mingling] nent]
[1]		A] <u>I</u>	LICATION - Check Tho Location - Spacing Unit - NSL NSP				
			ne Only for [B] or [C] Commingling - Storage - DHC	Measuremen		LS 🛛 OLM	
	[0	C] I	njection - Disposal - Pres WFX PMX PMX			l Recovery OR	
	[]	D] (Other: Specify	·		<u> </u>	
[2]		C ATIO A] [N REQUIRED TO: - Cl Working, Royalty or				
-	[1	B] [Offset Operators, Lea	aseholders of	Surface Owner		
	[0	C] [Application is One W	Vhich Requi	es Published Le	egal Notice	
	[]	D] [Notification and/or C U.S. Bureau of Land Manageme	Concurrent A	pproval by BLM of Public Lands, State Li	1 or SLO and Office	
•	. [1	E] [For all of the above,	Proof of Not	ification or Pub	lication is Attached, a	nd/or,
	[]	F] [Waivers are Attached	d	-		
[3]			RATE AND COMPLE ON INDICATED ABO		MATION REC	QUIRED TO PROCI	ESS THE TYPE
	al is accur	ate and	ON: I hereby certify that complete to the best of n red information and notif	ny knowledg	e. I also unders	tand that no action w	
		Note: St	atement must be completed I	by an individua			
	Maiorino		<u>S-</u> %	<u>.</u>		ılatory Analyst	9/10/12
Print or	Type Name		Signature		Title Bm	aiorino@concho.com	Date
	_				e mail	Address	



RECEIVED OCD

2012 SEP 13 P 12: 38

September 10, 2012

New Mexico Oil Conservation Division Richard Ezeanyim 1220 S St. Francis Drive Santa Fe, New Mexico 87505

Re: Tumak Federal Off Lease Measurement

Mr. Ezeanyim,

COG Operating LLC respectfully requests approval for off lease gas measurement for the Tumak Federal Lease.

Gas production from Tumak Federal lease NMNM-118109 to be measured at White Oak State CTB State lease VB-492

Tumak Federal 1 Eddy County, NM API # 30-015-40463 Surface: 1024 FSL & 305 FWL, Sec 14 T17S, R28E, Unit M

Tumak Federal 3 Eddy County, NM API # 30-015-40459 Surface: 245 FSL & 230 FWL, Sec 14 T17S, R28E, Unit M Tumak Federal 2 Eddy County, NM API # 30-015-40464 Surface: 984 FSL & 474 FWL, Sec 14 T17S, R28E, Unit M

Tumak Federal 4 Eddy County, NM API # 30-015-40460 Surface: 455 FSL 1275 FWL, Sec 14 T17S, R28E, Unit M

Due to DCP finding it uneconomical to run a gas sales line to the Tumak Federal lease, COG Operating LLC request to measure gas from Federal lease NMNM-118109 at the White Oak State 19 CTB lease VB-492 with a separate meter tied into a pre existing DCP gas sales line. COG Operating LLC is 100% interest owner for the above wells.

Oil production will be measured and stored on lease at the Tumak Federal 3 CTB

Please contact me at 432-221-0467 should you have any questions.

Sincerely,

Brián Maiorino Regulatory Analyst COG Operating, LLC

<u>District I</u> 1625 N. French Drive, Hobbs, NM 88240

District II 811 S. First St., Artesia, NM 88210 District III

1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St Francis Dr, Santa Fe, NM 87505

State of New Mexico Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

1220 S. St Francis Drive Santa Fe, New Mexico 87505

Form C-107-B Revised August 1, 2011

Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

		COMMINGLING	DIVERSE	OWNERSHIP)						
OPERATOR ADDRESS: One Concho Center, 600 W. Illinois Ave, Midland, TX 79701 APPLICATION TYPE:										
☐ Pool Commingling ☐ Lease Commingling	g Pool and Lease Co	mmingling XIOff-Lease	Storage and Measur	rement (Only if not Surface	e Commingled)					
<u> </u>	State 🗵 Fede									
Is this an Amendment to existing Order			he appropriate C	Order No.						
Have the Bureau of Land Management ☐Yes ☐No					ingling					
		OL COMMINGLIN s with the following in								
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes					
		4								
				• ,						
		_								
(2) Are any wells producing at top allowal	bles? Tyes TNo	<u></u>		<u> </u>						
(3) Has all interest owners been notified b		oposed commingling?	□Yes □No.							
	Other (Specify)									
(5) Will commingling decrease the value of	of production? UYes	∐No If "yes", descri	be why commingli	ing should be approved						
	, ,	SE COMMINGLIN								
(1) Pool Name and Code	Please attach sheet	s with the following in	1formation							
(1) Pool Name and Code.(2) Is all production from same source of sections.	supply? Tyes TN	lo			•					
(3) Has all interest owners been notified by	— —		□Yes □N	o						
(4) Measurement type: Metering	Other (Specify)									
	(C) POOL and	LEASE COMMIN	GLING							
		s with the following in								
(1) Complete Sections A and E.										
/1) OFF FASE ST	ORAGE and MEA	CHDEMENT							
(1		ets with the following								
(1) Is all production from same source of										
(2) Include proof of notice to all interest o	wners. Concho Op	perating LLC is	s 100% inte	erest owner						
(E) AT	DITIONAL INCO	DM ATION (for all	annliastics 4-	(mas)						
(E) AI		RMATION (for all s with the following in		ypes)						
(1) A schematic diagram of facility, include										
(2) A plat with lease boundaries showing		ions. Include lease numbe	ers if Federal or Sta	ate lands are involved.						
(3) Lease Names, Lease and Well Number	rs, and API Numbers.									
I hereby certify that the information above is	true and complete to the	best of my knowledge ar	d belief.							
SIGNATURE:				DATE: 9/10	1/12					
SIGNATURE: 1 - 1		ITLE: Regulatory								
TYPE OR PRINT NAME_Brian Mai	orino		TEL	EPHONE NO.: 432-2	221-0467					
E-MAIL ADDRESS: bmaiorino@co	oncho.com									

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010

SUNDRY	NOTICES AND REPO			5. Lease Serial No. NMNM118109		
abandoned we	is form for proposals to II. Use form 3160-3 (AP	D) for such	e-enter an proposals.		6. If Indian, Allottee of	r Tribe Name
SUBMIT IN TRI	PLICATE - Other instruc	ctions on rev	/erse side.		7. If Unit or CA/Agreement, Name and/or No.	
Type of Well Gas Well □ Otl	ner	···			8. Well Name and No. TUMAK FEDERA	L 1
2. Name of Operator	Contact:	BRIAN MAIC	DRINO		9. API Well No.	
COG OPERATING LLC	E-Mail: bmaiorino(·	o. (include area code		30-015-40463	
3a. Address ONE CONCHO CENTER 600 MIDLAND, TX 79701	W. ILLINOIS AVENUE	:)	10. Field and Pool, or EMPIRE;GLOR			
4. Location of Well (Footage, Sec., T	., R., M., or Survey Description)			11. County or Parish,	and State
Sec 14 T17S R28E SWSW 10	024FSL 305FWL				EDDY COUNTY	′, NM
12. CHECK APPI	ROPRIATE BOX(ES) TO	O INDICATI	E NATURE OF	NOTICE, R	EPORT, OR OTHE	R DATA
TYPE OF SUBMISSION			ТҮРЕ О	F ACTION		
Notice of Intent	☐ Acidize	☐ Dee	epen	☐ Product	ion (Start/Resume)	■ Water Shut-Off
_	☐ Alter Casing	☐ Fra	cture Treat	□ Reclam	ation	☐ Well Integrity
☐ Subsequent Report	□ Casing Repair	☐ Nev	w Construction	☐ Recom	olete	☑ Other Off-Lease Measureme
☐ Final Abandonment Notice	☐ Change Plans		g and Abandon		arily Abandon	t
	☐ Convert to Injection		g Back	☐ Water I	•	
13. Describe Proposed or Completed Op If the proposal is to deepen direction. Attach the Bond under which the wo following completion of the involved testing has been completed. Final Al determined that the site is ready for f	ally or recomplete horizontally, rk will be performed or provide I operations. If the operation re pandonment Notices shall be fil	give subsurface the Bond No. o sults in a multip	locations and meas on file with BLM/BL le completion or rec	ured and true vo A. Required su completion in a	ertical depths of all pertin bsequent reports shall be new interval, a Form 316	ent markers and zones. filed within 30 days 0-4 shall be filed once
COG Operating LLC respectful wells.	ully request off lease mea	surement of	gas production f	or the follow	ng	
Tumak Federal 1, API #30-01 Tumak Federal 2, API #30-01 Tumak Federal 3, API #30-01 Tumak Federal 4, API #30-01	5-40464 5-40459					
Gas measurement will take pl	ace on state lease No. VI	3-492, Eddy	County, NM, NV	/NE,Sec 23,	T17S, R28E	
Oil production and measurem No. NMNM-118109, Eddy Co	ent will take place at the ¹ unty, NM, SWSW, Sec 14	Tumak Feder I, T17S, R28	ral 3 central tank E	battery, leas	se	
14. I hereby certify that the foregoing is	Electronic Submission #	149504 verifie PERATING L	d by the BLM We LC, sent to the C	ell Information Carlsbad	n System	
Name (Printed/Typed) BRIAN MA	AIORINO		Title AUTHO	ORIZED REF	PRESENTATIVE	
Signature (Electronic S	Submission) R: M		Date 09/10/2	2012		
	THIS SPACE FO	OR FEDERA	AL OR STATE	OFFICE U	SE	
			1			
Approved By			Title			Date
Conditions of approval, if any, are attache certify that the applicant holds legal or equ	uitable title to those rights in the		0.00			
which would entitle the applicant to condu	act operations thereon.		Office		•	

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Additional data for EC transaction #149504 that would not fit on the form

32. Additional remarks, continued

COG Operating LLC. is 100% interest owner of the above wells. Gas production for the above wells will have its own meter that will then tie into the DCP gas sales line at the White Oak State 19 CTB.

DCP has found it uneconomical to build a gas line to the Tumak wells, therefore COG Operating LLC. will run its gas lines following pre existing lease roads to the DCP sales line.

^{*}Please see attachment

COG Operating, LLC is Requesting approval of offlease measurement for the following formation and wells

Federal Lease No. NMNM-118109 and State Lease VB-492

Well Name	API No.	Loc: 1/4-1/4 Sec. Twp. Rng. UL	<u>Formation</u>	<u>BOPD</u>	Oil Gravity	MCFPD BTU	
Tumak Federal 1	30-015-40463	SWSW, Sec 14, T17S, R28E, M	Empire; Glorieta-Yeso	84	40.0/@60°	192	1400
Tumak Federal 2	30-015-40464	SWSW, Sec 14, T17S, R28E, M	Empire; Glorieta-Yeso	84	40.0/@60°	192	1400
Tumak Federal 3	30-015-40459	SWSW, Sec 14, T17S, R28E, M	Empire; Glorieta-Yeso	84	40.0/@60°	192	1400
Tumak Federal 4	30-015-40460	SWSW, Sec 14, T17S, R28E, M	Empire; Glorieta-Yeso	84	40.0/@60°	192	1400

The Storage and measuring facility for fluids is located on lease at SWSW, Sec 14, T17S, R28E, lease No. NMNM-118109, Eddy County, NM The Storage and measuring facility for gas is located off lease at NWNE, Sec 23, T17S, R28E, lease No. VB-492, Eddy County, NM DCP Meter 724991-00

BLM will be notified if there is any future change in the facility location Alocation of production based on monthy well tests at individual test facilities.

DISTRICT I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
DISTRICT II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
DISTRICT III
1000 Rio Brazzo Road, Aziec, NM 87410
Phone: (505) 334-6178 Fax: (505) 354-6170
DISTRICT IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

□ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

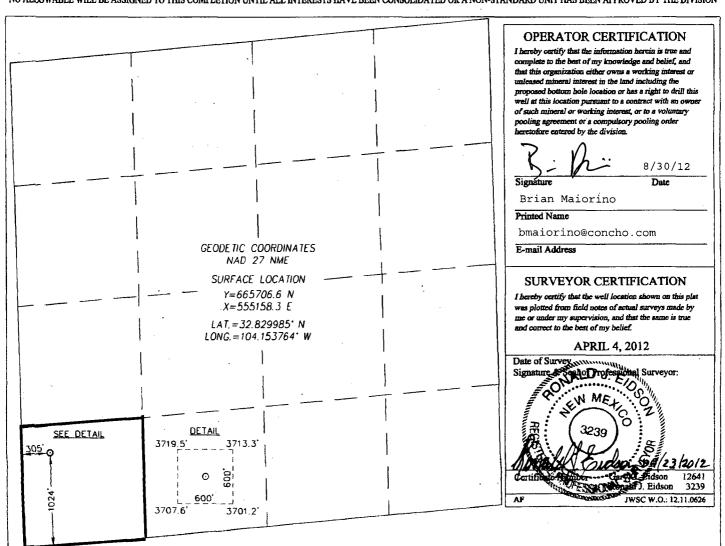
API Number	Pool Code	Pool Name	
30-015-40463	96210	Empire; Glorieta-Yeso	,
Property Code		Property Name	Well Number
39326	TUM	1	
OGRID No.		Elevation	
229137	COG O	PERATING, LLC	3711'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	14	17-S	28-E		1024	SOUTH	305	WEST	EDDY

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
1)				
Dedicated Acres	Joint or	Infill	Consolidation C	ode Ord	er No.				
40									•



DISTRICT I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 DISTRICT II

811 S. First St., Artesis, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

□AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

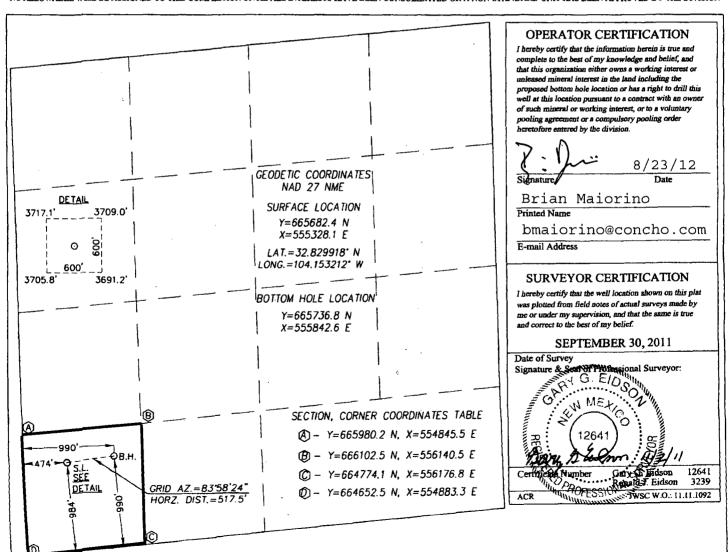
API Number	Pool Code	Pool Name	
30-015-40464	96210	Empire;Glorieta-Yeso	•
Property Code 39326	TUN	Well Number	
OGRID №. 229137	COG C	Operator Name OPERATING, LLC	Elevation 3708'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	14	17-S	28-E		984	SOUTH	4 74	WEST	EDDY

Bottom Hole Location If Different From Surface

ı	UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	М	14	17-S	28-E		990	SOUTH	990	WEST	EDDY
	Dedicated Acres	Joint or	Infill C	Consolidation C	ode Ord	er No.	·			
	40									



DISTRICT 1
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
DISTRICT II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
DISTRICT III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
DISTRICT IV
1220 S. St. Frencis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

□AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

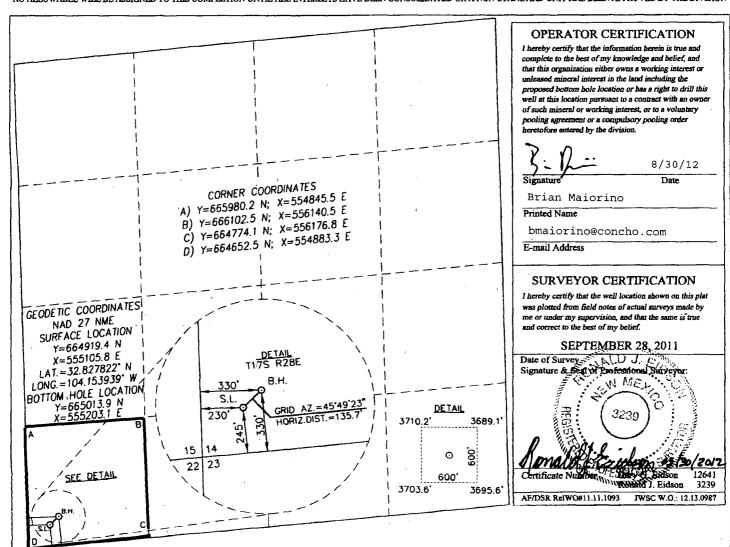
API Number	Pool Code	Pool N	Vame		
30-015-40459	30-015-40459 96210 Empire; Glorieta-Yeso				
Property Code		Well Number			
39326	T	3			
OGRID No.		Elevation			
229137	COC	G OPERATING, LLC	3702'		

Surface Location

1	UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	M	14	17-S	28-E		245	SOUTH	230	WEST	EDDY

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	14	17-S	28-E		330	SOUTH	330	WEST	EDDY
Dedicated Acres	ed Acres Joint or Infill Consolidation Co		ode Ord	er No.			· · · · · · · · · · · · · · · · · · ·		
40		ļ							



DISTRICT 1
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
DISTRICT 11
DISTRICT 12
America NM 88240

811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 DISTRICT III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr.

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

□AMENDED REPORT

Santa Fe, New Mexico 87505

API Number	Pool Code	ame .
30-015-40460	96210	
Property Code		Well Number
39326	TU	4
OGRID No.		Elevation
229137	COG	3647'

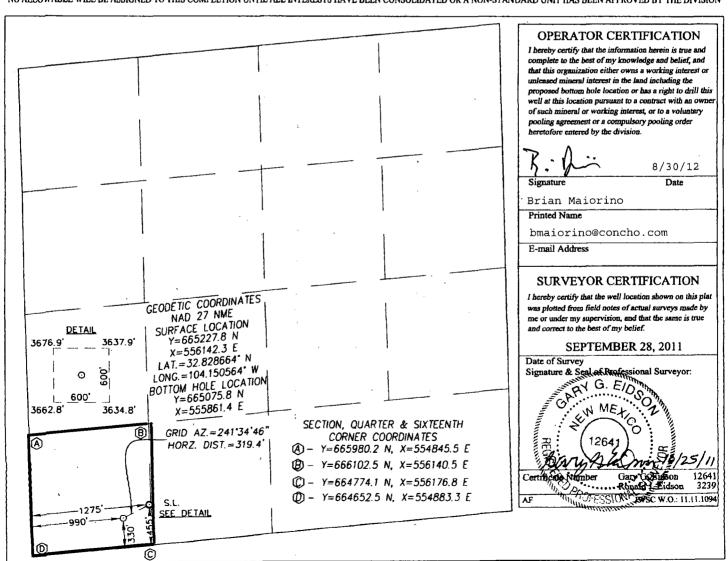
WELL LOCATION AND ACREAGE DEDICATION PLAT

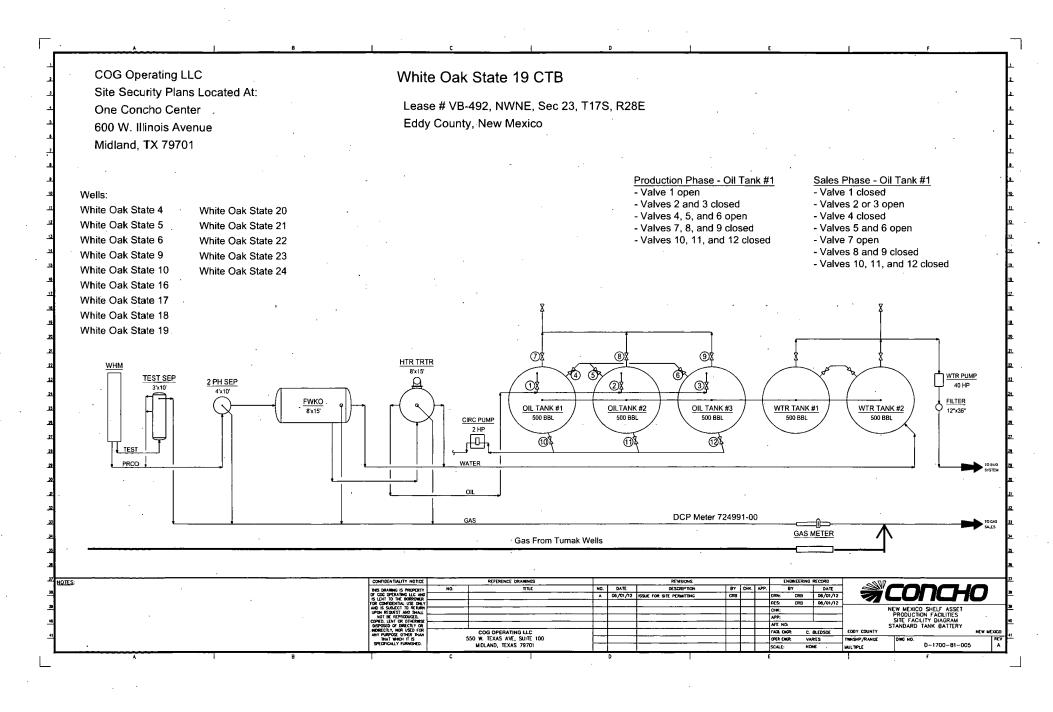
Surface Location

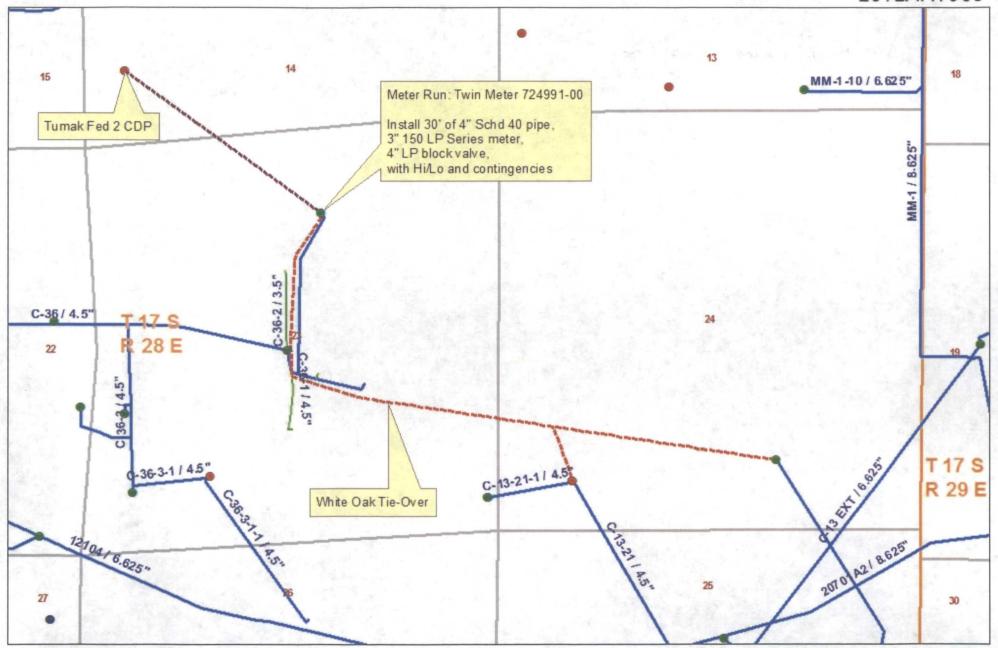
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	14	17-S	28-E	-	455	SOUTH	1275	WEST	EDDY

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	14	17-S	28-E		330	SOUTH	990	WEST	EDDY
Dedicated Acres Joint or Infill		Infill (Consolidation C	ode Ord	ler No.			L	
40						•			









COG - Tumak Fed 2 CDP 984' FSL & 474' FWL Section 14 T17S R28E



Google earth

feet 2000 meters 700



Ezeanyim, Richard, EMNRD

From:

Brian Maiorino < BMaiorino@concho.com>

Sent:

Friday, September 28, 2012 10:03 AM

To:

Ezeanyim, Richard, EMNRD

Subject:

RE: Tumak Off Lease Measurement

Thanks Richard, I sent out a notice to the ORRI this morning, will pass on the received notice your way when I get it back.

Thanks!

From: Ezeanyim, Richard, EMNRD [mailto:richard.ezeanyim@state.nm.us]

Sent: Friday, September 28, 2012 10:07 AM

To: Brian Maiorino

Subject: RE: Tumak Off Lease Measurement

Brian:

Yes, you need to notify the ORRI about your OLM/OLS, therefore ownership is not identical in all respects.

You can approach this ORRI and get a waiver, or you can notify him/her and wait 20 days. Please let me know what you want to do. Thank you and have a nice day.

Richard

From: Brian Maiorino [mailto:BMaiorino@concho.com]

Sent: Thursday, September 27, 2012 3:21 PM

To: Ezeanyim, Richard, EMNRD

Subject: Tumak Off Lease Measurement

Hi Richard, after discussing the need of a signed letter from the landman I was told that the Tumak lease has a .5% ORRI with another company. Does this .5% require notification of our intent to measure off lease?

Brian Maiorino

Regulatory Analyst
Operations & Engineering

COG Operations LLC One Concho Center 600 W. Illinois Avenue Midland, Texas 79701 432-221-0467

bmaiorino@concho.com



CONFIDENTIALITY NOTICE: The information in this email may be confidential and/or privileged. If you are not the intended recipient or an authorized representative of the intended recipient, you are hereby notified that any review, dissemination or copying of this email and its attachments, if any, or the information contained

herein, is prohibited. If you have received this email in error, please immediately notify the sender by return email and delete this email from your system. Thank you.

CONFIDENTIALITY NOTICE: The information in this email may be confidential and/or privileged. If you are not the intended recipient or an authorized representative of the intended recipient, you are hereby notified that any review, dissemination or copying of this email and its attachments, if any, or the information contained herein, is prohibited. If you have received this email in error, please immediately notify the sender by return email and delete this email from your system. Thank you.

Ezeanyim, Richard, EMNRD

From:

rayemiller8@gmail.com

Sent:

Monday, October 01, 2012 9:03 AM

To:

Ezeanyim, Richard, EMNRD

Cc: Subject: bmairono@concho.com Notice of off lease measurement Tumak Federal

Richard:

I am in receipt of Conho's application for off lease measurement for the Tumak Federal lease in Section 14 T-17S R-28E Eddy county. Nestegg Energy Corporation has no objection to the application and would support it. Thanks for your help in this matter.

Sincerely,
Raye Miller
President
Nestegg Energy Corporation
Sent via BlackBerry by AT&T

Ezeanyim, Richard, EMNRD

From:

Holland, Reesa < Reesa. Holland@apachecorp.com>

Sent:

Monday, October 01, 2012 10:17 AM

To:

Ezeanyim, Richard, EMNRD

Subject:

RE: Administrative Orders PLC-361 (Apache Corp), and PLC-362 (OXY USA WTP)

Good morning, Richard! Thank you so much for the notifications!!

There was one submitted 8/7/2012 for the Apache Coll & Plumlee leases. Just making sure it hasn't gotten lost in the shuffle.

Thanks! - R ☺

Reesa Holland

Midland, TX

432/818-1062

Reesa. Holland@apachecorp.com

From: Ezeanyim, Richard, EMNRD [mailto:richard.ezeanyim@state.nm.us]

Sent: Thursday, September 27, 2012 11:55 AM **To:** Holland, Reesa; <u>jennifer_duarte@oxy.com</u>

Cc: Gonzales, Elidio L, EMNRD; Dade, Randy, EMNRD; Dawson, Scott; Lisa Lemmon < llrwb@austin.rr.com>

(llrwb@austin.rr.com)

Subject: Administrative Orders PLC-361 (Apache Corp), and PLC-362 (OXY USA WTP)

Administrative Orders PLC-361 (Apache Corp.), and PLC-362 (OXY USA WTP) have been issued. Please download signed copies by COB today. Thank you.

Richard