State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



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

ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-781 Administrative Application Reference No. pMAM1536256962

January 20, 2016

COG OPERATING, LLC

Attention: Ms. Kanicia Castillo

COG Operating, LLC (OGRID 229137) is hereby authorized to surface commingle oil and gas production from Maljamar; Yeso, West Pool (pool code 44500) from the following leases and wells in Lea County, New Mexico:

Lease: Federal Lease CA 135168

Description: W/2 E/2 of Section 11, and NW/4 NE/4 of Section 14, Township 17 South, Range

32 East, NMPM

Well: Flat Head Federal Com. Well No. 6 H

Lease: Federal Lease CA NM134918

Description: E/2 E/2 of Section 11, and NE/4 NE/4 of Section 14, Township 17 South, Range

32 East, NMPM

Well: Flat Head Federal Com. Well No. 8H

The combined project area for these wells include the E/2 of Section 11, and N/2 NE/4 of Section 14, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Flat Head Federal Com. 6H Central Tank Battery (CTB), located in Unit B, Section 14, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

Production from the subject wells shall be determined as follows:

The oil and gas production from each of the diversely-owned leases shall be separately metered using allocation meters.

The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C (2).

Subsequently drilled wells that produce from the subject pool within the project areas approved by this order may be added to this commingling authority by submittal of a Sundry Notice to the Engineering Bureau in Santa Fe.

The operator shall notify the Hobbs District office of the Division prior to implementation of the commingling operations.

Done at Santa Fe, New Mexico, on January 20, 2016.

DAVID R. CATANACH

Director

DRC/mam

cc: Oil Conservation Division – Hobbs

Bureau of Land Management – Carlsbad