



ConocoPhillips
2208 West Main Street
Artesia, New Mexico 88210
www.conocophillips.com

November 20, 2023

Attn: Dean McClure
NM Oil Conservation Division
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

Re: Application for Administrative Approval
Off-lease Measurement – Oil Only

Dear Mr. McClure,

COG Operating LLC respectfully requests approval for off-lease measurement – Oil only for the following wells:

Gunner 8 Federal Com 6H
API# 30-025-41181
WC-025G-06S263407P; Bone Spring
Ut. M, Sec.8 -T26S-R34E
Lea County, NM

Gunner 8 Federal Com 7H
API# 30-025-41211
WC-025G-06S263407P; Bone Spring
Ut. M, Sec.8 -T26S-R34E
Lea County, NM

Gunner 8 Federal Com 9H
API# 30-025-42905
WC-025G-06S263407P; Bone Spring
Ut. M, Sec.8 -T26S-R34E
Lea County, NM

Oil Production:

The oil production from these wells may be transported by truck to either the Red Hills Offload Station, located in Unit O, Section 4-T26S-R32E, or the Jal Offload Station, located in Unit D, Section 4-T26S-R37E, Lea County in the event the CTB on lease is over capacity or in the case of battery or pipeline repairs. Oil will remain segregated and will be measured by lact meter when offloading at the Offload Stations.

Notifications have been sent to all working interest owners

Please see the enclosed Administrative Application Checklist, C-107-B Application for Off Lease Measurement, plats for referenced wells, site facility diagram, maps with lease boundaries showing wells and facility locations and communization agreement application.

Thank you for your attention to this matter. If you have questions or need further information, please email me at jeanette.barron@conocophillips.com or call 575.748.6974.

Sincerely,

Jeanette Barron
Jeanette Barron
Regulatory Coordinator

Revised March 23, 2017

RECEIVED:	REVIEWER:	TYPE:	APP NO:
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Geological & Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Applicant: _____ OGRID Number: _____
 Well Name: _____ API: _____
 Pool: _____ Pool Code: _____

SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW

1) **TYPE OF APPLICATION:** Check those which apply for [A]

A. Location – Spacing Unit – Simultaneous Dedication

☐ NSL ☐ NSP (PROJECT AREA) ☐ NSP (PRORATION UNIT) ☐ SD

B. Check one only for [I] or [II]

[I] Commingling – Storage – Measurement

☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM

[II] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery

☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

2) **NOTIFICATION REQUIRED TO:** Check those which apply.

- A. ☐ Offset operators or lease holders
 B. ☐ Royalty, overriding royalty owners, revenue owners
 C. ☐ Application requires published notice
 D. ☐ Notification and/or concurrent approval by SLO
 E. ☐ Notification and/or concurrent approval by BLM
 F. ☐ Surface owner
 G. ☐ For all of the above, proof of notification or publication is attached, and/or,
 H. ☐ No notice required

FOR OCD ONLY

- ☐ Notice Complete
☐ Application Content Complete

3) **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

11.29.23

Date

Print or Type Name

Phone Number

Jeanette Barron

Signature

e-mail Address

District I

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 IV1220 S. St Francis Dr, Santa Fe, NM
87505

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-107-B

Revised August 1, 2011

OIL CONSERVATION DIVISION1220 S. St Francis Drive
Santa Fe, New Mexico 87505Submit the original
application to the Santa Fe
office with one copy to the
appropriate District Office.**APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)**

OPERATOR NAME: COG Operating LLC

OPERATOR ADDRESS: 2208 W Main Street, Artesia, New Mexico 88210

APPLICATION TYPE:

☐ Pool Commingling ☐ Lease Commingling ☐ Pool and Lease Commingling ☒ Off-Lease Storage and Measurement (Only if not Surface Commingled)LEASE TYPE: ☐ Fee ☐ State ☒ FederalIs this an Amendment to existing Order? ☐ Yes ☐ No If "Yes", please include the appropriate Order No. _____

Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling

☐ Yes ☐ No**(A) POOL COMMINGLING**

Please attach sheets with the following information

(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes

(2) Are any wells producing at top allowables? ☐ Yes ☐ No(3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No.(4) Measurement type: ☐ Metering ☐ Other (Specify)(5) Will commingling decrease the value of production? ☐ Yes ☐ No If "yes", describe why commingling should be approved**(B) LEASE COMMINGLING**

Please attach sheets with the following information

(1) Pool Name and Code.

(2) Is all production from same source of supply? ☐ Yes ☐ No(3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No(4) Measurement type: ☐ Metering ☐ Other (Specify)**(C) POOL and LEASE COMMINGLING**

Please attach sheets with the following information

(1) Complete Sections A and E.

(D) OFF-LEASE STORAGE and MEASUREMENT

Please attached sheets with the following information

(1) Is all production from same source of supply? ☒ Yes ☐ No

(2) Include proof of notice to all interest owners.

(E) ADDITIONAL INFORMATION (for all application types)

Please attach sheets with the following information

(1) A schematic diagram of facility, including legal location.

(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.

(3) Lease Names, Lease and Well Numbers, and API Numbers.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE: Jeanette Barron TITLE: Regulatory Coordinator DATE: 11.29.23TYPE OR PRINT NAME Jeanette Barron TELEPHONE NO.: 575.748.6974E-MAIL ADDRESS: jeanette.barron@conocophillips.com

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 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, NM 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office
☐ AMENDED REPORT
(As Drilled)

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-41181	² Pool Code 97892	³ Pool Name WC-025 G-06 S263407P; Bone Spring
⁴ Property Code 39912	⁵ Property Name Gunner 8 Federal Com	⁶ Well Number 6H
⁷ OGRID No. 229137	⁸ Operator Name COG Operating LLC	⁹ Elevation 3351' GR

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	8	26S	34E		190	South	2625	West	Lea

¹¹ 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
C	5	26S	34E		351	North	2296	West	Lea
¹² Dedicated Acres 320	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No. NSL-6815-0						

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

16				¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. <u>Jeanette Barron</u> 11.29.23 Signature Date <u>Jeanette Barron</u> Printed Name <u>jeanette.barron@conocophillips.com</u> E-mail Address
2296'				
				¹⁸ SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Date of Survey Signature and Seal of Professional Surveyor: REFER TO ORIGINAL PLAT Certificate Number
Sec 5-T26S-R34E				
Sec 8-T26S-R34E				
				¹⁸ SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Date of Survey Signature and Seal of Professional Surveyor: REFER TO ORIGINAL PLAT Certificate Number
				¹⁸ SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Date of Survey Signature and Seal of Professional Surveyor: REFER TO ORIGINAL PLAT Certificate Number

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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 30-025-41211	Pool Code 97892	Pool Name WC-025 G-06 S263407P; Up Bone Spring
Property Code 39912	Property Name GUNNER 8 FEDERAL COM	Well Number 7H
OGRID No. 229137	Operator Name COG OPERATING, LLC	Elevation 3352.5

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	8	26-S	34-E		190	SOUTH	2625	EAST	LEA

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
B	5	26-S	34-E		316	NORTH	2317	EAST	LEA
Dedicated Acres 320	Joint or Infill	Consolidation Code	Order No.						



NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

SEE PAGE 2

PAGE 1 OF 2

W.O. # 15-1119

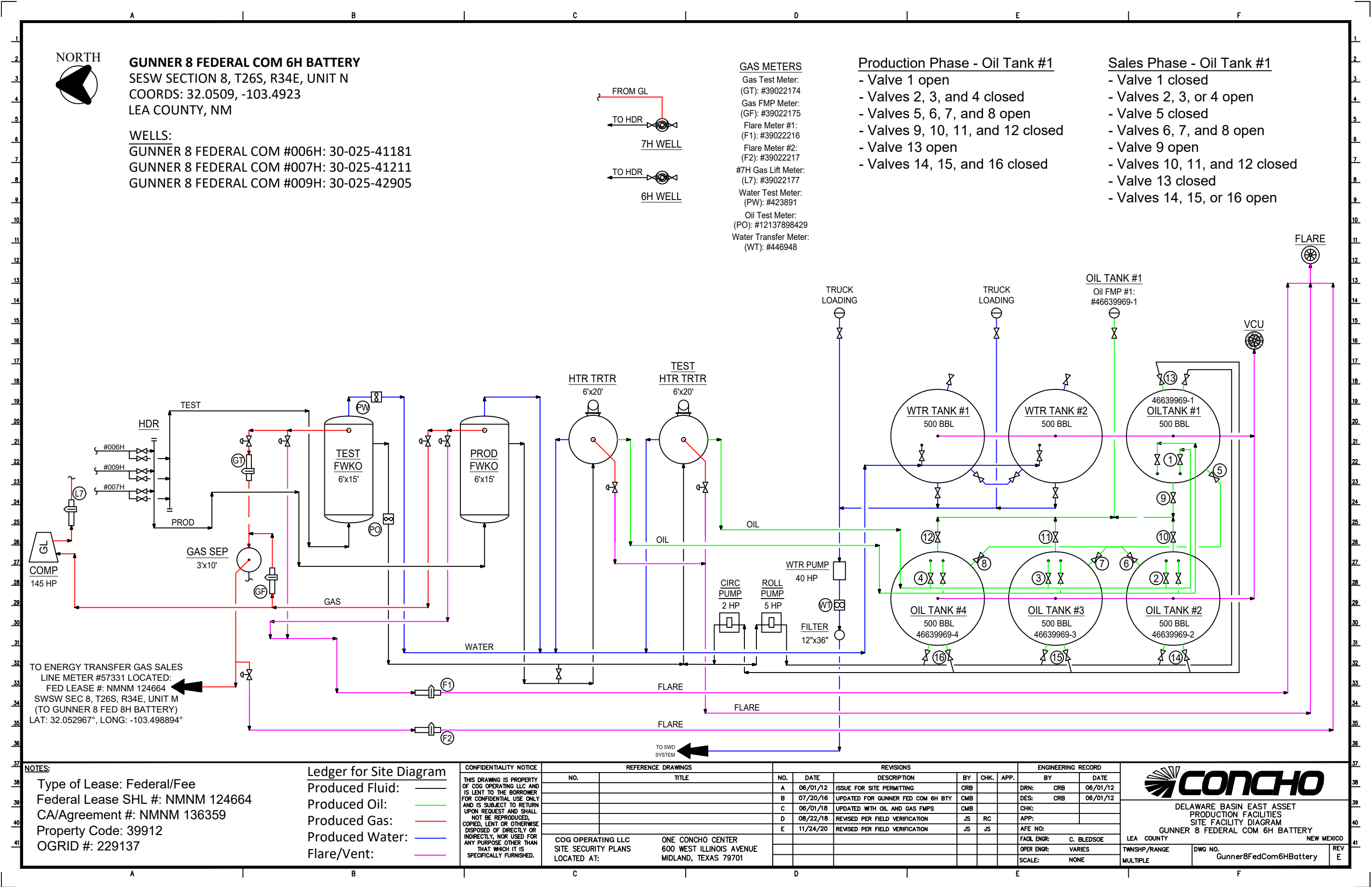
DRAWN BY: DS

		
Certificate No. CHAD HARCROW		9/10/15
W.O. # 15-1119	DRAWN BY: DS	

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

☐ AMENDED REPORT
(As Drilled)

<div style="position: relative; height: 115px;"> <div style="position: absolute; top: 0; left: 0; right: 0;">16</div> <div style="position: absolute; top: 0; left: 50px;">BHL</div> <div style="position: absolute; top: 0; right: 0;">340'</div> <div style="position: absolute; top: 50px; left: 50px;">962'</div> </div>				<div> <div>17</div> <div>OPERATOR CERTIFICATION</div> <div>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</div> <div> <div><i>Jeanette Barron</i></div> <div>Signature</div> </div> <div> <div>11.29.23</div> <div>Date</div> </div> <div> <div><i>Jeanette Barron</i></div> <div>Printed Name</div> </div> <div> <div>jeanette.barron@conocophillips.com</div> <div>E-mail Address</div> </div> </div>
	<div> <div>Producing Area</div> <div>10125-19625'</div> </div>		<div>Sec 5-T26S-R34E</div>	
			<div>Sec 8-T26S-R34E</div>	<div> <div>18</div> <div>SURVEYOR CERTIFICATION</div> <div>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</div> <div> <div></div> <div>Date of Survey</div> </div> <div> <div></div> <div>Signature and Seal of Professional Surveyor:</div> </div> <div> <div>REFER TO ORIGINAL PLAT</div> </div> </div>
<div style="position: relative; height: 125px;"> <div style="position: absolute; top: 0; left: 0; right: 0;">16</div> <div style="position: absolute; top: 0; left: 50px;">SHL</div> <div style="position: absolute; top: 0; right: 0;">200'</div> <div style="position: absolute; top: 50px; left: 50px;">890'</div> </div>				<div> <div>Certificate Number</div> </div>



NOTES:

Type of Lease: Federal/Fee
Federal Lease SHL #: NMNM 124664
CA/Agreement #: NMNM 136359
Property Code: 39912
OGRID #: 229137


Ledger for Site Diagram

Produced Fluid: _____
Produced Oil: _____
Produced Gas: _____
Produced Water: _____
Flare/Vent: _____

CONFIDENTIALITY NOTICE
THIS DRAWING IS PROPERTY OF COG OPERATING LLC AND IS LENT TO THE BORROWER FOR CONFIDENTIAL USE ONLY AND IS SUBJECT TO RETURN UPON REQUEST AND SHALL NOT BE REPRODUCED, COPIED, LENT OR OTHERWISE DISPOSED OF DIRECTLY OR INDIRECTLY, NOR USED FOR ANY PURPOSE OTHER THAN THAT WHICH IT IS SPECIFICALLY FURNISHED.

REFERENCE DRAWINGS		NO.		TITLE	
COG OPERATING LLC		ONE CONCHO CENTER		600 WEST ILLINOIS AVENUE	
SITE SECURITY PLANS				MIDLAND, TEXAS 79701	
LOCATED AT:					

REVISIONS						ENGINEERING RECORD			
NO.	DATE	DESCRIPTION	BY	CHK.	APP.	BY	DATE		
A	06/01/12	ISSUE FOR SITE PERMITTING	CRB			DRN:	CRB	06/01/12	
B	07/20/16	UPDATED FOR GUNNER FED COM 6H BTY	CMB			DES:	CRB	06/01/12	
C	06/01/18	UPDATED WITH OIL AND GAS FMPs	CMB			CHK:			
D	08/22/18	REVISED PER FIELD VERIFICATION	JS	RC		APP:			
E	11/24/20	REVISED PER FIELD VERIFICATION	JS	JS		AFE NO:			
						FACIL ENGR:	C. BLEDSOE		
						OPER ENGR:	VARIES		
						SCALE:	NONE		



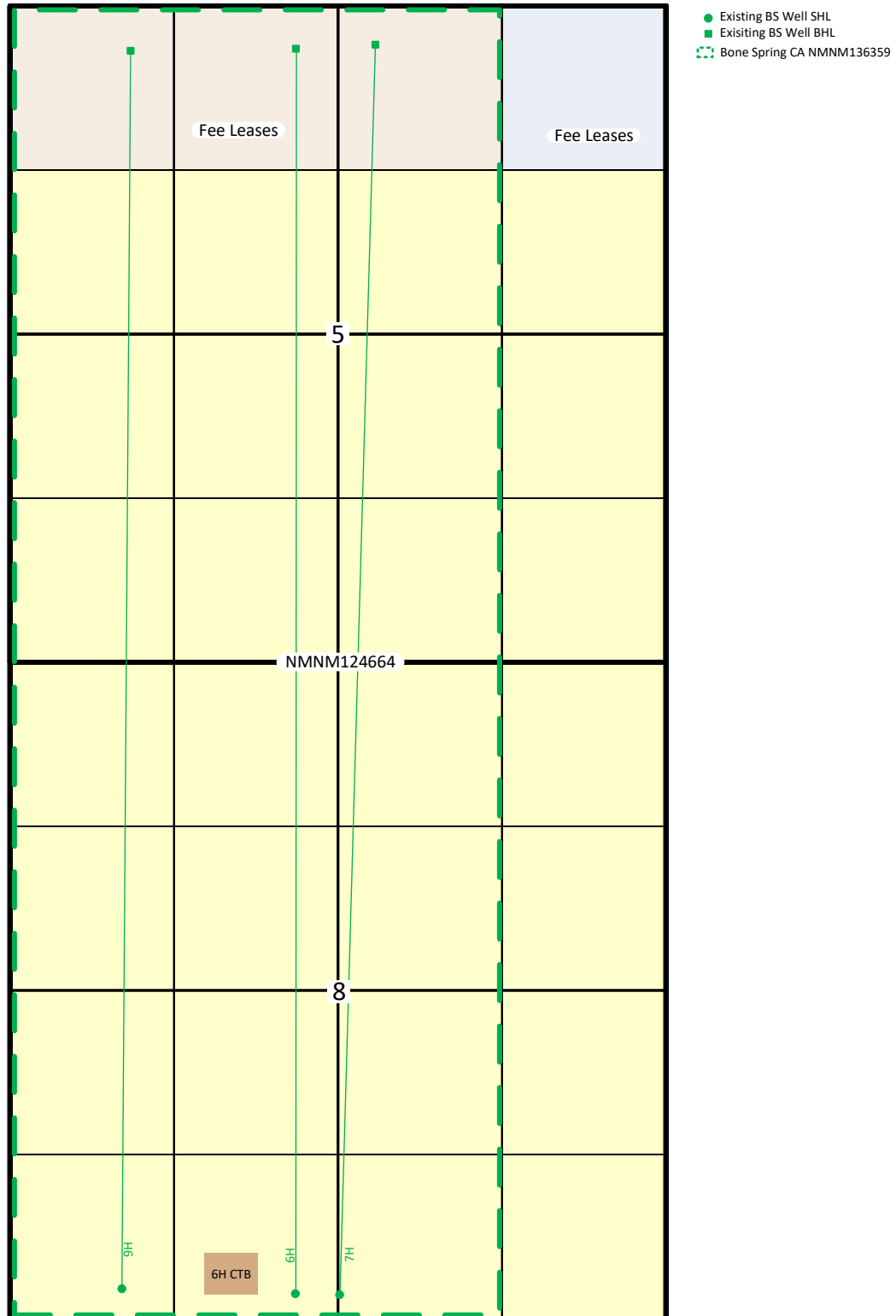
DELAWARE BASIN EAST ASSET
PRODUCTION FACILITIES
SITE FACILITY DIAGRAM
GUNNER 8 FEDERAL COM 6H BATTERY

LEA COUNTY NEW MEXICO

TWNSHIP/RANGE DWG NO. Gunner8FedCom6HBattery REV E

DW - 12/05/18
JB - 05/21/19
DW - 10/23/19

Gunner 8 Federal Com Wells



Sec. 5, 8-T26S-R34E
Lea County, NM

Gunner 8 Fed Com 6H, 7H & 9H

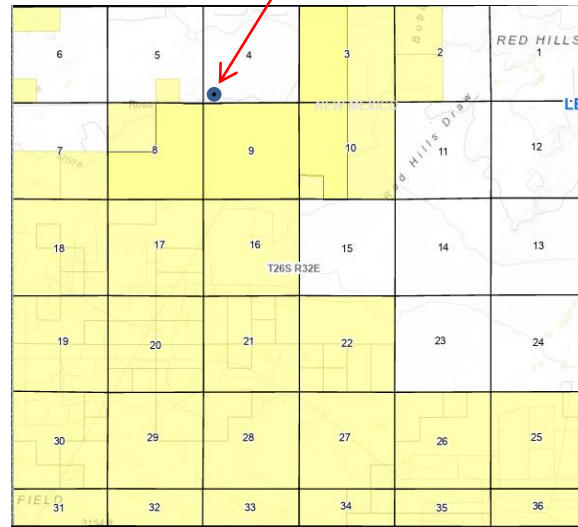


Gunner 8 Fed Com 6H, 7H & 9H & Red Hills and Jal Offload Station Map

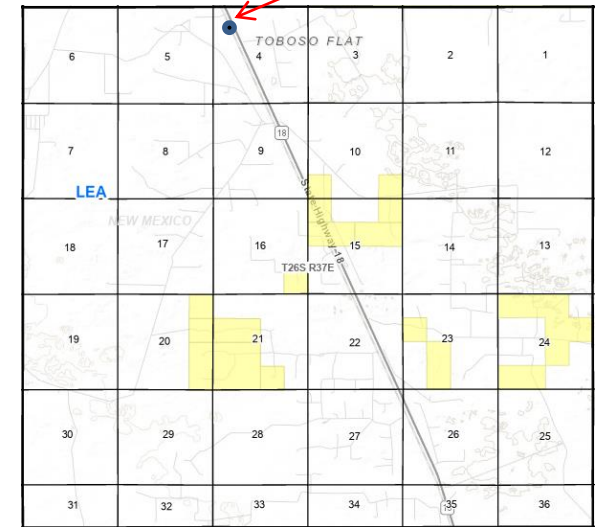
**Gunner 8 Fed Com 6H, 7H & 9H
Eddy County, NM**



**Red Hills Offload Station
Lea County, NM**



**Jal Offload Station
Lea County, NM**



Gunner 8 Federal Com 6H, 7H & 9H OLM								
Date Sent	Initials	Name	Address	City	State	ZipCode	Certified Return Receipt No.	Delivered
11.29.23	JB	CHEVRON USA INC	6301 Deauville Blvd	Midland	TX	79706	7017 3040 0000 1205 9155	
11.29.23	JB	OXY USA WTP LP	PO BOX 27570	HOUSTON	TX	77227-7570	7017 3040 0000 1205 9148	
11.29.23	JB	BLM	620 E. Green Street	Carlsbad	NM	88220	7017 3040 0000 1205 9162	



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Pecos District

Carlsbad Field Office

620 E. Greene

Carlsbad, New Mexico 88220-6292

www.blm.gov/nm



IN REPLY REFER TO:

NM136359

3105.2 (P0220)

Reference: 30-025-41181

Communitization Agreement

09/29/2016

Gunner 8 Fed Com 6H

T. 26 S., R. 34 E.,

Sec. 5: W2, W2E2

Sec. 8: W2, W2E2

Lea County, NM

RECEIVED OCD
2016 OCT 11 P 3:46

COG Operating, LLC
600 West Illinois Avenue
Midland, TX 79701

Gentlemen:

Enclosed is an approved copy of Communitization Agreement NM136359 involving 120 acres of Fee land and 840 acres of Federal land in lease NMNM124664, Lea County, New Mexico, which comprises a 960 acre well spacing unit.

The agreement communitizes all rights to all producible hydrocarbons from the Bone Spring formation beneath Sec.5, W2 and W2E2 and beneath Sec. 8, W2 and W2E2, T. 26 S., R. 34 E., NMPM, and is effective 01/01/2015. Approval of this agreement does not warrant or certify that the operator, thereof and other working interest owners hold legal or equitable title to the leases which are committed hereto.

Excluded from this agreement are the well bores of the Gunner 8 Federal Com 8H (API No. 30-025-40309) and Gunner 8 Federal Com 5H (API No. 30-025-41180).

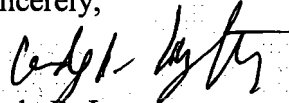
Approval of this agreement does not constitute an adjudication of any state, local government, or private interests, and does not constitute a warranty or certification that the information supplied by the party submitting this agreement regarding any private, state, or local government interests is accurate.

Copies of this approval letter are being distributed to the appropriate Federal agencies. You are requested to furnish all interested parties with the appropriate evidence of this approval. Any production royalties that are due must be reported and paid according to regulations set up by the Office of Natural Resources Revenue at 1-800-525-9167 or 303-231-3504.

If you have any questions regarding this approval, please contact Chris Walls at (575) 234-2234 or Deborah Ham at (575) 234-5965.

Please furnish all interested principals with appropriate evidence of this approval.

Sincerely,



Cody R. Layton
Assistant Field Manager,
Lands and Minerals

1 Enclosure:

1 - Communitization Agreement

cc:

ONRR, Denver

NM Taxation & Revenue Dept. (Revenue Processing Div.)

NMOCD

Commissioner of Public Lands

NM (9200)

NM (P0220-CFO, File Room)

Determination - Approval - Certification

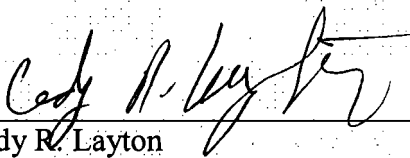
Pursuant to the authority vested in the Secretary of the Interior under Section 17(j) of the Mineral Leasing Act of 1920, as amended (74 Stat. 784; 30 U.S.C. 226(j)), and delegated to the authorized officer of the Bureau of Land Management, I do hereby:

- A. Determine that the Federal lease or leases as to the lands committed to the attached agreement cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located, and that consummation and approval of the agreement will be in the public interest. Approval of this agreement does not warrant or certify that the operator thereof and other holders of operating rights hold legal or equitable title to those rights in the subject leases which are committed hereto.
- B. Approve the attached Communitization Agreement covering Sec. 5: W2 and W2E2 and Sec. 8, W2 and W2E2, T. 26 S., R. 34 E., NMPM, as to all producible hydrocarbons from the Bone Spring formation. This approval will become invalid if the public interest requirements under section 3105.2-3 (c) are not met.

Approval also requires operator to submit copies of sundries or any other documentation regarding activity with this well to the Bureau of Land Management (BLM), Carlsbad Field Office pursuant to Item 9 of the approved Communitization Agreement.

- C. Certify and determine that the drilling, producing, rental, minimum royalty and royalty requirements of the Federal lease or leases committed to said agreement are hereby established, altered, changed, or revoked to conform with the terms and conditions of the agreement.

Approved: 09/29/2016


Cody R. Layton
Assistant Field Manager,
Lands and Minerals

Effective: 01/01/2015

Contract No.: Com. Agr. NM136359



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office
620 E. Greene
Carlsbad, New Mexico 88220-6292
www.nm.blm.gov



In Reply Refer to
NM136359
3107 (P0220)

Memorandum

To: State Director (9210)

From: Land Law Examiner (P0220)

Subject: First Production, Communitization Agreement NM136359

Date of Completion:	10/20/2015
Date of First Production:	11/15/2015
Field:	WC-025 G06 S263407P
Operator, Well Name & No, API Number:	COG Operating; Gunner 8 Fed Com 6H; 30-015-41181
Surface Location:	Sec. 8, SESW, T. 26 S., R. 34 E.
Bottom Location:	Sec. 5, NENW, T. 26 S., R. 34 E.
Total Depth:	19,640 MD; 9,769 TVD
Surface Elevation:	3,351 GL
Producing Formation:	Bone Spring (10,102 – 19,543)
Well Capable of Production in Paying Quantities:	Yes
Initial Daily Production:	Oil 245 BBL; Gas 561 MCF; Water 2705 BBL
Current Status:	Producing Oil Well

Remarks: CA NM136359, effective 01/01/2015, communitizes production of all gas and fluid hydrocarbons in the Bone Spring formation beneath Sec.5, W2 and W2E2 and Sec. 8, W2 and W2E2, T. 26 S., R. 34 E., NMPM, and comprises 120 acres of Fee land and 840 acres of Federal land in lease NMNM124664 for a 960 acre well spacing unit whose leases are held by actual production. If you have any questions regarding this memorandum, please call Deborah Ham at (575) 234-5965.

/S/ Deborah Ham
09/29/2016

cc:
ONRR-MS 63230B
First Production File
LLNM (P0220, File Room)

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

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

ORDER NO. OLM-297

ORDER

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.

ORDER

1. Applicant is authorized to store and measure oil production off-lease from the pools, leases, and wells identified in Exhibit A at a central tank battery described in Exhibit A.
2. 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 or pools shall occur in accordance with 19.15.23.9(A)(3) NMAC and 19.15.23.9(A)(4) NMAC, except as otherwise provided in order(s) issued by OCD.
3. Applicant shall measure and market the commingled oil at a central tank battery described in Exhibit A in accordance with this Order and 19.15.18.15 NMAC or 19.15.23.8 NMAC.

4. Applicant shall calibrate the meters used to measure or allocate oil production in accordance with 19.15.12.10(C)(2) NMAC.
5. OCD retains jurisdiction of this matter and reserves the right to modify or revoke this Order as it deems necessary.

**STATE OF NEW MEXICO
OIL CONSERVATION DIVISION**

A handwritten signature in blue ink, appearing to read "G. Razatos", is written over a horizontal line.

**GERASIMOS RAZATOS
DIRECTOR (ACTING)**

DATE: 5/14/2025

State of New Mexico
Energy, Minerals and Natural Resources Department

Exhibit A

Order: **OLM-297**

Operator: **COG Operating, LLC (229137)**

Central Tank Battery: **Gunner 8 Federal Com 6H Battery (Oil Only)**

Central Tank Battery Location: **UL N, Section 8, Township 26 South, Range 34 East**

Central Tank Battery: **Red Hills Offload Station**

Central Tank Battery Location: **UL O, Section 4, Township 26 South, Range 32 East**

Central Tank Battery: **Jal Offload Station**

Central Tank Battery Location: **UL D, Section 4, Township 26 South, Range 37 East**

Gas Title Transfer Meter Location:

Pools

Pool Name	Pool Code
WC-025 G-06 S263407P;UPR BONE SPRIN	97892

Leases as defined in 19.15.12.7(C) NMAC

Lease	UL or Q/Q	S-T-R
CA Bone Spring NMNM 105377167 (136359)	W/2, W/2 E/2	05-26S-34E
	W/2, W/2 E/2	08-26S-34E

Wells

Well API	Well Name	UL or Q/Q	S-T-R	Pool
30-025-41181	GUNNER 8 FEDERAL COM #006H	E/2 W/2	05-26S-34E	97892
		E/2 W/2	08-26S-34E	
30-025-41211	GUNNER 8 FEDERAL COM #007H	W/2 E/2	05-26S-34E	97892
		W/2 E/2	08-26S-34E	
30-025-42905	GUNNER 8 FEDERAL COM #009H	W/2 W/2	05-26S-34E	97892
		W/2 W/2	08-26S-34E	

Sante Fe Main Office
Phone: (505) 476-3441

General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/oed/contact-us>

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 289533

CONDITIONS

Operator: COG OPERATING LLC 600 W Illinois Ave Midland, TX 79701	OGRID: 229137
	Action Number: 289533
	Action Type: [C-107] Surface Commingle or Off-Lease (C-107B)

CONDITIONS

Created By	Condition	Condition Date
sarah.clelland	Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval. If you have any questions regarding this matter, please email us at OCD.Engineer@emnrd.nm.gov .	5/14/2025