

Aubrey Dunn COMMISSIONER

July 29, 2016

State of New Mexico

Commissioner of Public Lands

310 OLD SANTA FE TRAIL
P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

COMMISSIONER'S OFFICE

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

COG Operating LLC One Concho Center 600 west Illinois Ave Midland, TX 79701

Attention: Ms. Kanicia Castillo

Re:

Request Surface Commingle

Stonewall 9 Fee 1H Central Tank Battery

Sec 09-19S-26E

Stonewall 9 Fee 1H API 30-015-40925

Stonewall 9 Fee 5H API 30-015-42641

Stonewall 9 Fee 6H API 30-015-42952

Stonewall 9 Fee 25H API Pending

Custer 16 State Com 1H API 30-015-43386

Vacuum: Abo Reef Pool 61780 Lea County, New Mexico

Dear Ms. Castillo:

We are in receipt of your amended application requesting to surface commingle the above captioned wells into a central tank battery at Stonewall 9 Fee 1H Central Tank Battery located in the Unit Letter M of Sec 09-19S-26E.

Since it appears that all the New Mexico Oil Conservation Division's rules and regulations have been complied with, and there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your request is hereby approved. Our approval is subject to like approval by the New Mexico Oil Conservation Division. Please submit a copy of the NMOCD's approval to this office.

Our approval does not constitute the granting of any right-of-way or construction rights not granted by the lease instrument. Our approval is subject to COG Operating LLC submitting a business lease application for the tank battery site located in Sec 09-19S-26E.

Please submit a \$30.00 dollar filing fee. When you provide a check as payment, you authorize the State of New Mexico to either use information from your check to make a one-time electronic fund transfer from your account or to process the payment as a check transaction.

If you have any questions, or if we may be of further help, please contact Sue Keelin at (505) 827-5783.

Respectfully,

COMMISSIONER OF PUBLIC LANDS