

State of New Mexico  
Energy, Minerals and Natural Resources Department

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**Susana Martinez**  
Governor

**Ken McQueen**  
Cabinet Secretary

**Matthias Sayer**  
Deputy Cabinet Secretary

**Heather Riley, Division Director**  
Oil Conservation Division



February 20, 2018

OFF-LEASE MEASUREMENT

**Administrative Order OLM-137**  
**Application Reference No. pMAM1803154326**

**COG OPERATING, LLC**  
Attention: Ms. Bobbie Goodloe

COG OPERATING, LLC (OGRID 229137) is hereby authorized to transport and measure oil production off-lease, from the following well which produce from the Bone Spring formation, the Gem; Bone Spring Pool (pool code 27220) in Lea County, New Mexico:

Geronimo Federal Com Well No. 11H (API No. 30-025-43503), Lot 4/ Unit M, Section 19, Township 19 South, Range 33 East.

The project area for this well include Lot 1, Lot 2, Lot 3, and Lot 4 (the W/2 W/2 equivalent) of Section 30, and Lot 1, Lot 2, Lot 3, and Lot 4 (the W/2 W/2 equivalent) of Section 31, all in Township 19 South, Range 33 East, NMPM, Lea County, New Mexico.

The oil and gas production from this well shall be measured at, and sold from, Geronimo Federal Com Well No. 11H Central Tank Battery (CTB) located in Lot 4/ Unit M, Section 19, Township 19 South, Range 33 East, NMPM, Lea County, New Mexico, except when the CTB is over capacity, CTB is in repair, or the pipeline is in repair.

In any of these scenarios, the oil shall be transported to either the Red Hills Offload Station (Red Hills CTB) located in Unit O, Section 4, Township 26 South, Range 32 East, NMPM, Lea County, New Mexico, or the Jal Offload Station (Jal CTB) located in Unit D, Section 4, Township 26 South, Range 37 East, NMPM, Lea County, New Mexico.

All meters for the above-referenced wells shall be physically separated from facilities for other wells, so that production from the above-referenced wells will not be commingled prior to measurement with production from any other well.

Production from the subject wells shall be determined as follows:

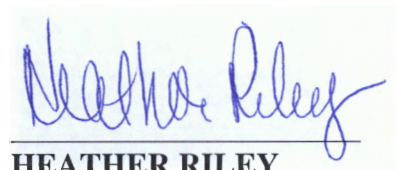
Oil shall remain segregated and measured by a LACT meter at the Red Hills CTB or the Jal CTB when it is utilized.

**This permit does not authorize the surface commingling of this oil production with oil production from other pools or leases.**

It is also understood that you have given due notice of this application to all working interest owners who are "affected persons," as defined in Division Rule 19.15.23.9 (A) NMAC.

The operator shall notify the Hobbs District Office of the Division before commencement of Off-Lease Measurement.

The approval is subject to like approval by the Bureau of Land Management.



**HEATHER RILEY**  
**Director**

HR/mam

cc: Oil Conservation Division – Hobbs District Office  
Bureau of Land Management– Carlsbad