State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Ken McQueen Cabinet Secretary

Matthias Sayer Deputy Cabinet Secretary Heather Riley, Division Director Oil Conservation Division



May 23, 2018

OFF-LEASE MEASUREMENT

Administrative Order OLM-146

COG PRODUCTION, LLC
Attention: Ms. Bobbie Goodloe

COG Production, LLC (OGRID 217955) is hereby authorized to transport and measure oil production off-lease, from the following wells which produce from the Bone Spring formation, the WC-025 G-06 S253206M; Bone Spring Pool (pool code 97899) in Lea County, New Mexico, and from wells, and their associated leases and pools identified in Attachment No. A and made part of this order. These wells are located on federal leases located in Township 24 South, Range 32 East, NMPM, Lea County:

The oil and gas production from these wells shall be measured at, and sold from their respective central tank battery (CTB) listed in Attachment A, 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 Artesia 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 – Artesia

Bureau of Land Management - Carlsbad

ATTACHMENT A: WINDWARD FEDERAL OLM WELLS

Well	API	Surface Location	Central Tank Battery	Battery Location
Windward Federal Well No. 1H	30-025-41414	Lot 1/Unit D, Section 30	Windward Federal Well No. 2H	Unit C, Section 30
Windward Federal Well No. 2H	30-025-41408	Unit C, Section 30	Windward Federal Well No. 2H	Unit C, Section 30
Windward Federal Well No. 3H	30-025-41413	Unit B, Section 30	Windward Federal Well No. 2H	Unit C, Section 30
Windward Federal Well No. 4H	30-025-41412	Unit A, Section 30	Windward Federal Well No. 2H	Unit C, Section 30
Windward Federal Well No. 5H	30-025-43174	Lot 1/Unit D, Section 30	Windward Federal Well No. 2H	Unit C, Section 30
Windward Federal Well No. 6H	30-025-43465	Lot 1/Unit D, Section 30	Windward Federal Well No. 2H	Unit C, Section 30
Windward Federal Well No. 7H	30-025-43516	Unit C, Section 30	Windward East	Unit D, Section 30
Windward Federal Well No. 8H	30-025-43517	Unit C, Section 30	Windward East	Unit D, Section 30
Windward Federal Well No. 9H	30-025-43566	Unit B, Section 30	Windward East	Unit D, Section 30
Windward Federal Well No. 10H	30-025-43567	Unit B, Section 30	Windward West	Unit D, Section 30
Windward Federal Well No. 11H	30-025-43707	Unit A, Section 30	Windward West	Unit D, Section 30
Windward Federal Well No. 12H	30-025-43708	Unit A, Section 30	Windward West	Unit D, Section 30