03/04/2019	REVIEWER: MAM	TYPE:	APP NO: pMAM1906358754

ABOVE THIS TABLE FOR C	DOD DIAIZIOH FIZE ONTA	
NEW MEXICO OIL CONSEI - Geological & Engineer 1220 South St. Francis Drive, Sa	ring Bureau –	
1220 South St. Fidnes Drive, So	ind Fe, NW 67505	
ADMINISTRATIVE APPLICA		
THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APP REGULATIONS WHICH REQUIRE PROCESSING AT		
Applicant: COG OPERATING, LLC	OGRID Number: 229137	
Well Name: CRAIG STATE #13H	API: 30-015-43045	
Pool: WC-015 G-03 S252636; BONE SPRING	Pool Code: 97818	
SUBMIT ACCURATE AND COMPLETE INFORMATION REGISTRATED BY		ATION
1) TYPE OF APPLICATION: Check those which apply for A. Location – Spacing Unit – Simultaneous Dedico		
[] Injection – Disposal – Pressure Increase – Er WFX PMX SWD IPI 2) NOTIFICATION REQUIRED TO: Check those which ap A. Offset operators or lease holders B. Royalty, overriding royalty owners, revenue C. Application requires published notice D. Notification and/or concurrent approval by E. Notification and/or concurrent approval by	FOR OCD COMPLETE	plete
 F. Surface owner G. For all of the above, proof of notification or H. No notice required 	publication is attached, and/or,	
3) CERTIFICATION: I hereby certify that the information administrative approval is accurate and complete t understand that no action will be taken on this appl notifications are submitted to the Division.	to the best of my knowledge. I also	nd
Note: Statement must be completed by an individual	with managerial and/or supervisory capacity.	
	02/27/19	
BOBBIE J GOODLOE	Date	
Print or Type Name	575-748-6952	
Borre Compleon	Phone Number	
Signature	bgoodloe@concho.com e-mail Address	

McMillan, Michael, EMNRD

From: Bobbie Goodloe <BGoodloe@concho.com>

Sent: Monday, March 4, 2019 4:02 PM **To:** McMillan, Michael, EMNRD

Cc: Debora Wilbourn

Subject: [EXT] Application for Administrative Approval for Commingle & OLM - Craig State #13H, #14H, #15H

(36B-CTB)

Attachments: Craig St 13H, 14H, 15H Commingle-OLM Application Packet.pdf

Mr. McMillan,

Please find attached the application for Lease Commingle & OLM for our Craig State wells. Notifications have been sent to all interest owners as required. State Land Office has been notified as well. Originals to follow by mail.

Please let me know if you need anything further.

Thank you, Bobbie Goodlae

Regulatory Analyst North Delaware Basin Asset Team bgoodloe@concho.com 575.748.6952

Concho West I 2208 W Main St I Artesia, NM I 88210-3720 I 575.748.6940



NOTICE: The information in this email may be confidential and/or privileged. If you are not the intended recipient or an authorized representative of the intended recipient, you are hereby notified that any review, dissemination or copying of this email and its attachments, if any, or the information contained herein, is prohibited. If you have received this email in error, please immediately notify the sender by return email and delete this email from your system. Further, any contract terms proposed or purportedly accepted in this email are not binding and are subject to management's final approval as memorialized in a separate written instrument, excluding electronic correspondence, executed by an authorized representative of COG Operating LLC or its affiliates.



March 4, 2019

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

Re: Application for Administrative Approval of Lease Commingle and CTB

Dear Mr. McMillan,

COG Operating LLC, respectfully requests approval for off-lease measurement and lease commingling for the following wells:

Craig State #13H
API #30-015-43045
WC-015 G-03 S252636M; Bone Spring
Sec. 36-T25S-R36E, SHL 255' FNL, 1605' FEL
Sec. 36-T25S-R36E, BHL 200' FSL, 2280' FWL
Eddy County, NM

Craig State #14H
API #30-015-43046
WC-015 G-03 S252636M; Bone Spring
Sec. 36-T25S-R36E, SHL 255' FNL, 1560' FEL
Sec. 36-T25S-R36E, BHL 202' FSL, 1644' FEL
Eddy County

Craig State #15H
API #30-015-43047
WC-015 G-03 S252636M; Bone Spring
Sec. 36-T25S-R36E, SHL 255' FNL, 1515' FEL
Sec. 36-T25S-R36E, BHL 201' FSL, 356' FEL
Eddy County, NM

Oil Production:

The oil production from all wells will be measured separately on-lease by allocation meter prior to being commingled at the Central Tank Battery located off-lease in Ut. C, Sec. 36-T25S-R36E. In addition to the on-lease measurement, the oil production from these wells may also be transported by truck to either the Red Hills 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. In this case the oil will remain segregated and will be measured by lact meter when offloading at said stations.

Gas Production:

Gas produced from all wells will be measured on-lease by allocation meter prior to being commingled and entering a flow line to the gas custody transfer meter. The custody transfer meter is located off-lease in Ut. C, Sec. 36-T25S-R36E.

Page 2
March 4, 2019
NM Oil Conservation Division

All owners of interest have been notified by certified mail that should they have an objection to this off-lease measurement and surface commingling, they must file a formal protest with the NMOCD within 20 days of the date of this application. A Public Notice has also been posted in the Artesia Daily Press. Proof of owner notification and copy of Public Notice is enclosed.

Please see the enclosed Administrative Application Checklist, C-107B Application for Surface Commingling, plats for referenced wells, site facility diagram, maps with lease boundaries showing wells and facility locations and prior month's production.

Thank you for your attention to this matter.

Sincerely,

Regulatory Analyst

Enclosures xc: Artesia OCD

<u>District I</u>
1625 N. French Drive, Hobbs, NM 88240
<u>District III</u>
811 S. First St., Artesia, NM 88210
<u>District III</u>
1000 Rio Brazos Road, Aztec, NM 87410
<u>District IV</u>
1220 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 DIVISION

1220 S. St Francis Drive Santa Fe, New Mexico 87505 Submit 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, NM 88210									
APPLICATION TYPE:	APPLICATION TYPE:								
☐ Pool Commingling ☐ Lease Commingling	g Pool and Lease Cor	nmingling Off-Lease	Storage and Measur	ement (Only if not Surface	Commingled)				
	State								
Is this an Amendment to existing Order	? □Yes ⊠No If	"Yes", please include	the appropriate C	rder No.					
Have the Bureau of Land Management ⊠Yes □No	(BLM) and State Land	loffice (SLO) been not	lified in writing o	of the proposed comm	ingling				
2,165	(A) POO	L COMMINGLIN	C						
		s with the following in							
	Gravities / BTU of	Calculated Gravities /	1	Calculated Value of	1				
(1) Pool Names and Codes	Non-Commingled Production	BTU of Commingled Production		Commingled Production	Volumes				
	100]							
]			_				
=]		7.0					
(2) Are any wells producing at top allowa		1 1 1 9							
(3) Has all interest owners been notified b (4) Measurement type: Metering [•	prosed commingling?	□Yes □No.						
(5) Will commingling decrease the value		□No If "yes", descri	be why commingli	ng should be approved					
	(B) LEAS	SE COMMINGLIN	ic	•					
		s with the following in							
(1) Pool Name and Code. WC-015 G-03									
(2) Is all production from same source of									
(3) Has all interest owners been notified by (4) Measurement type: ☑Metering ☐		iosed commingling?	⊠Yes □N	D					
(4) Measurement types Edited in	, omer (openity)								
		LEASE COMMIN							
(1) Complete Sections A and E.	Please attach sheet	s with the following in	nformation						
(1) Complete Sections A and E.									
a	O OFF-LEASE ST	ORAGE and MEA	SUREMENT						
,		ts with the following							
(1) Is all production from same source of	— —	O							
(2) Include proof of notice to all interest of	wners.								
(F) AI	DITIONAL INFO	RMATION (for all	annlication to	man)					
(E) AI		s with the following in		(pes)					
(1) A schematic diagram of facility, include									
(2) A plat with lease boundaries showing		ons. Include lease number	ers if Federal or Sta	te lands are involved.					
(3) Lease Names, Lease and Well Numbe	rs, and API Numbers.								
I hereby certify that the information above is	true and complete to the	best of my knowledge an	d belief.						
0. (/)	_11_0	-							
SIGNATURE	CUD	TITLE:REG	<u>ULATORY ANA</u>	LYST DATE:	02/27/19				

TYPE OR PRINT NAME: BOBBIE J GOODLOE TELEPHONE NO.: 575-748-6952 E-MAIL ADDRESS: bgoodloe@concho.com

DISTRICT II 611 S. PIRST ST., ARTESIA, NM 68210 Phone: (078) 748-1283 Pax: (575) 746-9720

DISTRICT I

1825 N. FRENCE DR. HOBBS. NN 88240
Phone: (878) 365-6161 Fac: (578) 365-0720

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

DISTRICT III 1000 Rto BRAZOS RD., AZTEC, NM 67410 Phone: (806) 534-6176 Pax: (805) 534-6170

DISTRICT IV 1220 S. ST. FRANCS DR., SANTA FE, NM 87505 Phone: (505) 476-3480 Fax: (505) 478-3482

160

API Number 30-015-43045	WELL LOCATION AN Pool Code 97818	Pool Name	Bone Spring		
Property Code 40339		Property Name AIG STATE			Well Number
OGRID No. 229137	cog o	Elevation 3266.0'			

Surface Location UL or lot No. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line County В 36 25-S 26-E 255 NORTH 1605 **EAST EDDY** Bottom Hole Location If Different From Surface UL or lot No. Section Township Range Feet from the North/South line East/West line Feet from the County N 36 25-S 26-E 200 SOUTH 2280 WEST **EDDY** Dedicated Acres 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

NAD 83 NME <u>SURFACE LOCATION</u> Y=397521.0 N X=569264.1 E LAT.=32.092833' N LONG.=104.243153' W	Y=397778.3 N X=568228.9 E	255' 1605' S.L. Y=397775.3 KOP - 7,317' X=569548.9 251' FNL & 2375' FEL UPPER PERF - 7,960' 516' FNL & 2577' FEL	The strategy of the second control of the se
	PROJECT AREA PRODUCING AREA DRILL PATH	BOREPATH SHOWN HEREON IS BASED ON DIRECTIONAL SURVEY REPORT PROVIDED & COG OPERATING, LLC FOR THE CRAIG STA #13H SUPPLIED TO HARCROW SURVEYING, ON OCTOBER 29, 2018	7E
		 	DEC. 20, 2017/JUNE 7, 2018 Date of Survey/Date of Geographic Survey Signature & Seal of Professional Surveyor
Y=392492.5 N X=566872.8 E 2280'	B H.	NAD 83 NME BOITOM HOLE LOCATION Y=392696.5 N X=567823.8 E LAI.=32.079574* LONG.=104.247817	N (17777) SS (17777)

DISTRICT I

State of New Mexico

RECEVED

1825 N. FRENCE DE., ROBBE, NM 80840

Energy, Minerals & Natural Resources Department

DISTRICT I

1825 N. FRENCE DE., ROBBE, NM 80840

Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

Fluoric (676) 746-1283 Page (670) 748-0780

1220 SOUTH ST. FRANCIS DR. NOV 2 657

DISTRICT III
1000 RIO BRAZOS RD., AZTZC, NM 57410
Phans: (805) 334-8170
DISTRICT IV

Santa Fe, New Mexico 87505

NOV 2 6 2016 Property one copy to appropriate District Office

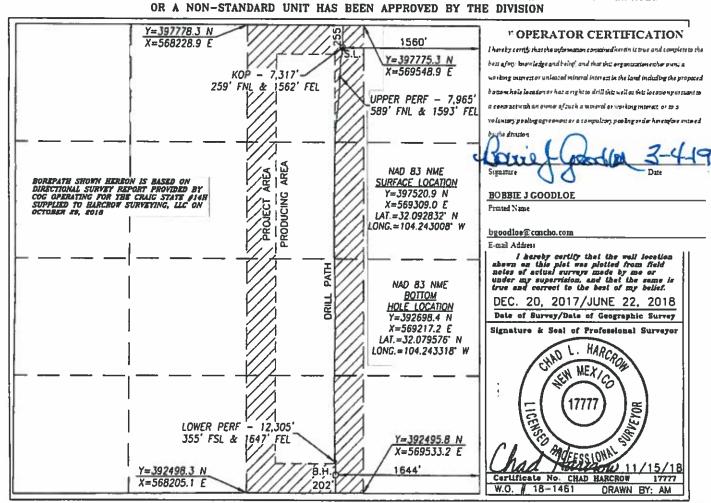
Form C-102

DISTRICT II-ARTESIA Q.C.A.ENDED REPORT

120 H. ST. FRANCIS D home: (505) 476-346	R. SANTA FR.	104 8750s					וט	SITIOTIFF	TOWN TO MADINE	DD REIO
	10 1-12. (000)		WELL LO	CATION	AND ACE	REAGE D	EDICATIO	N PLAT		
API Number Pool Code Pool Name 30-015-43046 97818 WC-015 G-03 S252636M; Bone S							6M; Bone Spring			
Property 0 40339					Property CRAIG S	- I				iber
OGRID No 229137									326	
					Surface I	Location				
UL or lot No.	Section	Township	Range	Lot Idn	Feet from t	he North/	South line	Feet from the	East/West line	County
В	36	25-S	26-E		255	N	ORTH	1560	EAST	EDDY
			Bottom	Hole Loc	ation If D	ifferent	From Surfa	ıce		
UL or lot No.	Section	Township	Range	Lot Idn	Feet from t	he North/	South line	Feet from the	East/West line	County
0	36	25-S	26-E		202	S	OUTH	1644	EAST	EDDY
Dedicated Acres	Joint o	r Infill Co	nsolidation (Code Or	der No.		1	·	·	<u> </u>
160										
NO ALLO	WABLE Y	TILL BE A	SSIGNED 1	ro this	COMPLETIO	N UNTIL	ALL INTERE	STS HAVE B	EEN CONSOLIDA	TED

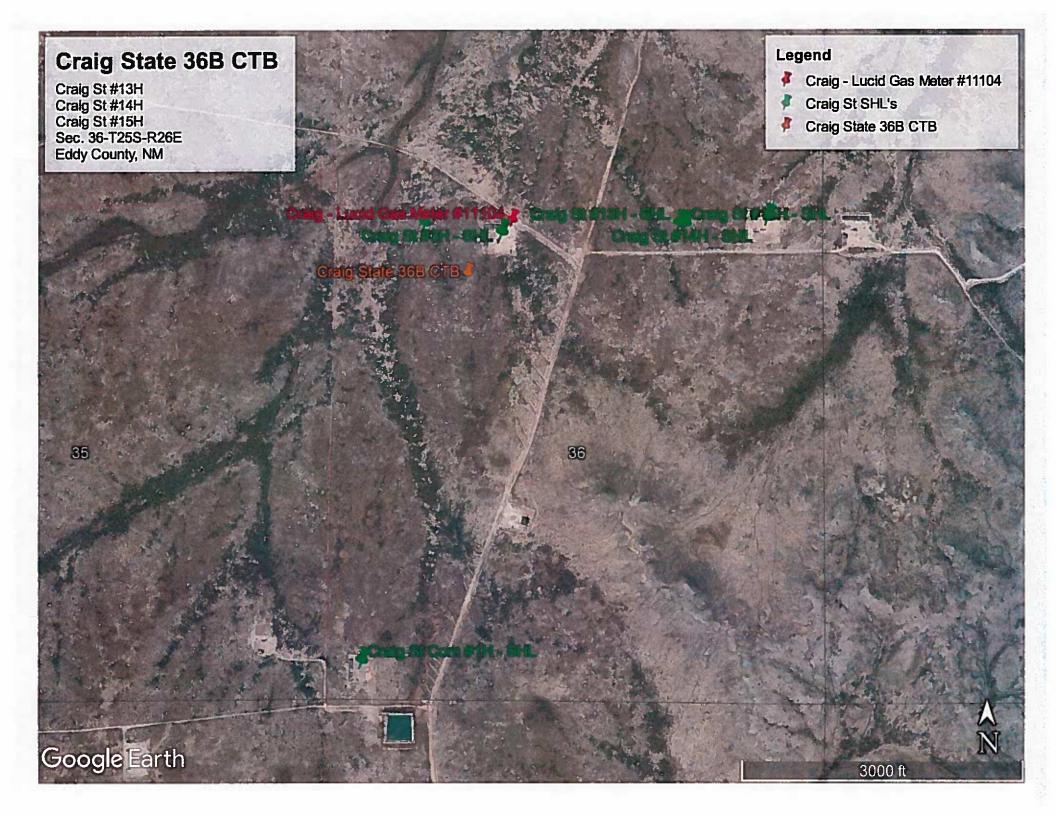
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED

OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



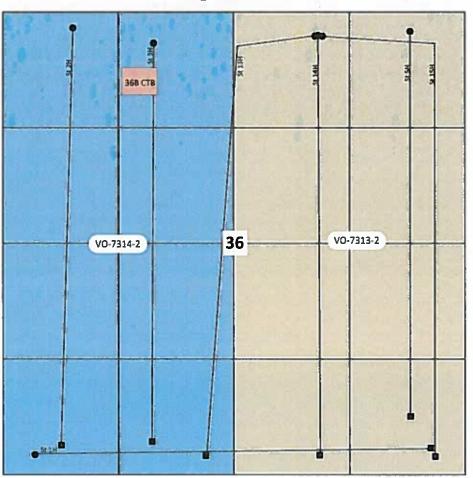
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DISTRICT I 1926 N. FRENCE DE., B Phomos (876) SER-6181 Po DISTRICT II 811 S. MIST ST., AS Phomos (876) 748-1883 DISTRICT III 1000 RIO RIO RIO RIO Phomos (898) 334-6176	RTESIA, NM Pas: (876) 741	88210 - 9720 M 87410	OIL C	ONS	& Nati	ural R ATIC	Mexico lesources I ON DIVI RANCIS DR. kico 87505	SNOW	S ZUI	Revised At Submit one copy to A O.C.D. Distri	orm C-102 igust 1, 2011 o appropriate ct Office
DISTRICT IV 1220 S. Pt. PRANCE DE Phone: (505) 476-3461					*0				1		ED REPORT
API N	/umber			CATIO		ACREA	GE DEDICAT	FION PLAT		MINATOL	
30-01:	5-43047			9781	18		WC-015	G-03 S252	636N	M; Bone Sprin	g
Property Co 40339					_	erty Nam G STA				Well Num	
OGRID No. 229137			•	C	Oper OG OPE	RATIN				Elevation 326	
					Surfa	ce Loca	tion			•	
UL or lot No.	Section	Township	Range	Lol Idn		om the	North/South Un	e Feet from	the	East/West line	County
В	36	25-S	26-E		2	55	NORTH	1515		EAST	EDDY
		•	Bottom	Hole L	ocation	If Diffe	rent From S	urface			
UL or lot No.	Section	Township	Range	Lot Idn		om the	North/South lin		the	East/West line	County
P	36	25-S	26-E		2	01	SOUTH	356		EAST	EDDY
Dedicated Acres	Joint o	r Infili	Consolidation	Code	Order No.						
	WABLE V						NTIL ALL INT APPROVED BY			EEN CONSOLIDA	ATED
		OK A	11011-31AI	DAKD (UNII MAS	DEEN	AFFROVED DI	THE DIVIS	IOIN		
	l I	Y=39777 X=56822		Y=397 X=569	25 <u>775.3 N</u> 548.9 E	51/ S.L.	1515	Thereby come	chaishe ir wledge ond	TOR CERTIFICA Aftermation contained live on it is to Wellef and shatchite organization and minoral interest on the land in	e and complete to the neither ownt a
DIRECT.	ATH SHOWN TOWAL SURV	TY REPORT I	PROVIDED BY	125' F	P - 7,293 NL & 893'	FEL //		n sommatt will	alonari i du escue	es a right se drill this well arthis ef such a motoral or working two writer a compulsor; peaking ordi	inecontrast purposes por process per por as
# 158 S	SUPPLIED TO TOBER 29, 2	RARCROF S	CRAIG STATE SURVEYING, LLC	UPPER 464_FI 	PERF — 8 VL <u>& 62</u> 9°	050 FEL //	2-1	the decision	Per	Pour	24-1
	ĺ			SUR	NAD 83 NME RFACE LOCAT =397520.8	NON //	AREA C AREA	BOBBIE J Printed Name) 0	Date
	1			' X LAT.	=569354.0 :=32.092832 :=104.24286	E //	PRODUCING	bgoodloe@ E-mail Addre		сош	
<u> </u>				+ -		一岁		shown of	berekr n ibie 'ectua	OR CERTIFICAT certify that the wa plat was plotted fro i surveys made by the	li location om field me or
	1			ı	NAD 83 NME <u>BOTTOM</u> OLE LOCATIO	1	BILL PA	DEC.	20,	ervision, and that the test to the best of m 2017/JULY 5, sy/Data of Geograpi	2018
	1			Y X	=392694.8 =570505.5 =32.079563	N /			re & 8	Seal of Professions	1 Surveyor
				LONG.	.=104.23915	58' W /			(3)	NO L. HARCROY	
	j				LOWER	PERF -	2,575'		TE SEE	(1777)	
	1			Y=.3924	358° FS 495.8 N	Y=392 Y=570	493.4 N - 6 H	356 Ch	1	This was	1/15/18



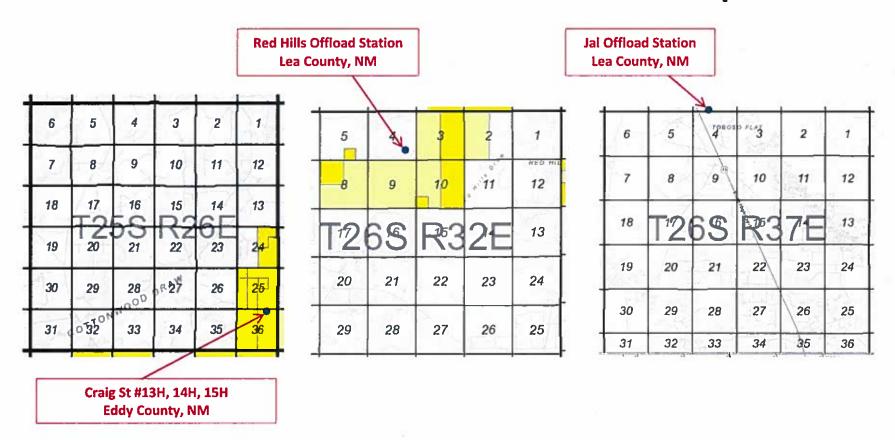
Craig State Wells

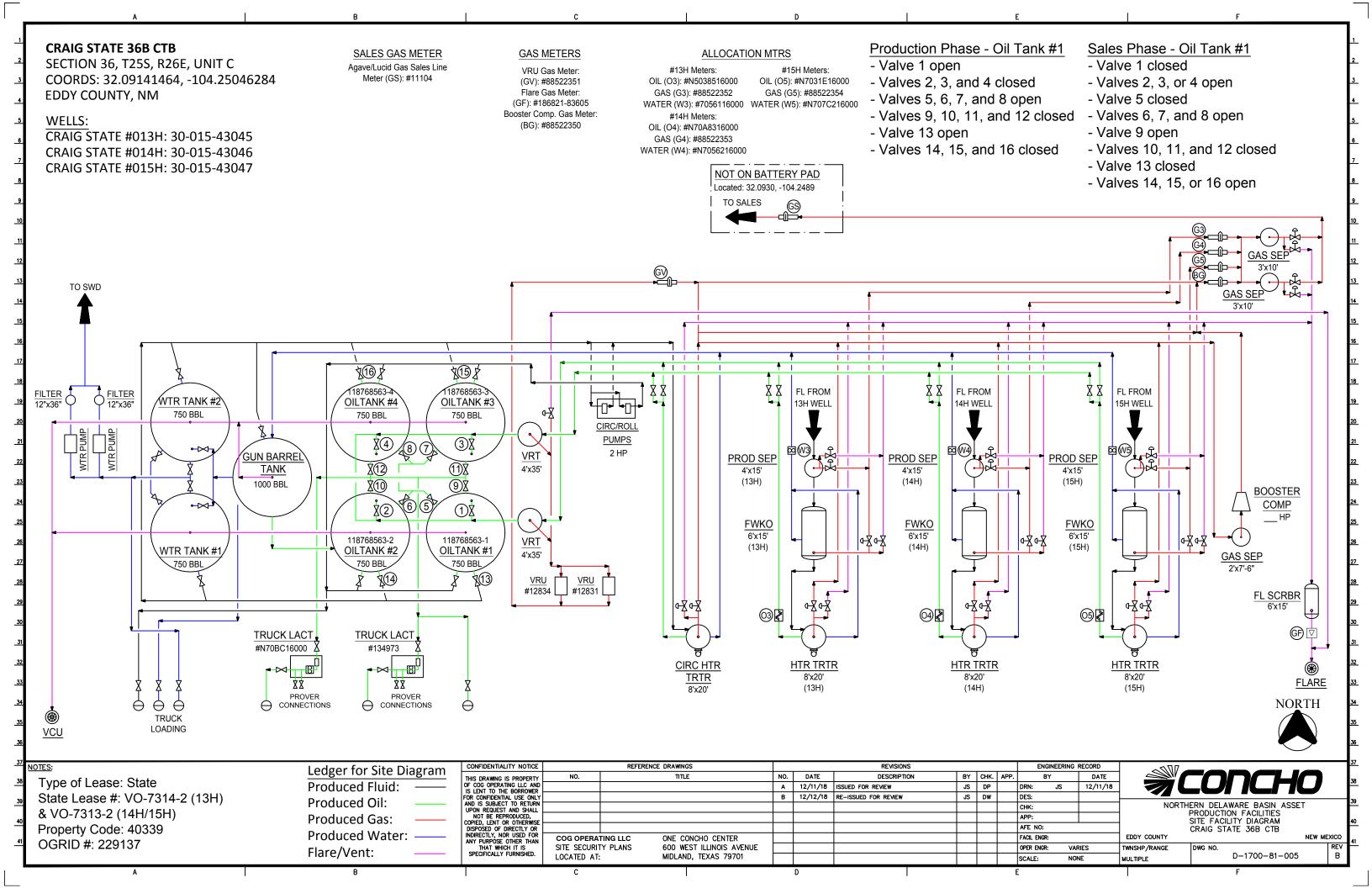
Existing Bone Spring SHL
Existing Bone Spring BHL



Sec. 36-T25S-R26E Eddy County, NM

Craig State #13H, #14H, #15H & Red Hills and Jal Offload Station Map





30-015-43045 CRAIG STATE #013H [40339]

Operator		OG OPERATING I	rrc						
Status	Active				Direction:		Horizontal		
Well Type	Oil				Multi-Lateral:		Na		
Work Type:	New				Mineral Owner:		State		
					Surface Owner:		Federal		
Surface Location:	B-36-25S-26		1605 FEL						
Lat/Long:		104 242657 NAD	27						
GL Elevation	3266								
KB Elevation:					Sing/Mult Compl:		Single		
DF Elevation					Potash Walver:		False		
7818] WC-015 G-03 S2	52636M; BONE SP	RING							
Status	Active				Last Produced:		12/01/2018		
Sottomhele Location:	N-36-25S-26	E 200 FSL	2280 FWL						
at/Long:									
Acreage:	160 36-255	S-26E Units B G	10						
DHC:	No				Consolidation Co	de:			
					Production Metho	d:	Gas Lift		
arliest Production in OCD	Records: 10/	2018 Last		12/201	8		Sho	w All Production	Export to I
							Injection		
		Produ	ection						
Time France	oil(ent 5)	Produ Gas(HCF)	water(BBLS)	Days P/I	Water(BOLS)	(e)[H(1)	Gas(MCL)	Other	Pressire
Time Frame	oit(ents)			Days P/I	Water(BB(S)	(62[861]	Gas(MC1)	Other	Pitasure
				Days P/I	Water(nots)	tel[Htt]	Gas(MCT)	Other	Pressure
2018				Days 871	Water(notS)	to2[4K1]	Gas(MC2)	Other	Pressure
2018 WC-015 G-03 SZS2636M,BOI	NE SPRING	Gas(HCT)	Water(BBLS)	Article to Milandria for					Pressure
2018 WC-015 G-03 S252636M,BOI Oct	NE SPRING 24204	635(HCF)	Water(BBLS)	29	0	0	0		Pressur

30-015-43046 CRAIG STATE #014H [40339]

General Well Information	1									
Operator:	[229137] C	OG OPERATING	цс							
Status	Active				Direction:		Horizontal			
Well Type:	Oil				Multi-Lateral		No			
Work Type:	New				Mineral Owner:		State			
					Surface Owner:		Federal			
Surface Location:	B-36-25S-2	6E 255 FNL	1560 FEL							
Lat/Long:	32 092711	104 242512 NAD	27							
GL Elevation:	3258									
KB Elevation:					Sing/Mult Compl)		Single			
OF Elevation:					Potash Walver:		False			
97818] WC-015 G-03 S25	2636M; BONE SF	RING								
Status:	Active				Last Produced:		12/01/2018			
Bottomhole Location:	O-36-25S-2	6E 202 FSL	1644 FEL				12.0			
Lat/Long:										
Acreage:	160 36-25	S-26E Units B G	10							
DHC:	No				Consolidation Code					
					Production Metho	d:	Gas Lift			
Earliest Production in OCD R	N	more desired		12/29	40					
Ezriest Plazacion in OCD i	records: 10	72018 Last	action	12/29	18	- 50.00	110000	w All Production 2	E Export to Ex	
		Produ	ECTION				Injection			
lime Frame	col(mus)	Gas(HCE)	Water(BBLS)	Days P/T	Water(BBL5)	Cd2(HCF)	Gas(MCE)	Other	Pressure	
3 2018		П								
WC-015 G-03 S252636ALBON	E SPRING									
Oct	15155	49702	17342	29	0	0	0	0		
Nov	13085	72087	22737	30	D	a	0	0		

30-015-43047 CRAIG STATE #015H [40339]

General Well Information [229137] COG OPERATING LLC Operator: Status: Direction Horizontal Well Type: Oil Multi-Lateral No Work Type: Mineral Owner: State Surface Owner: Federal Surface Location: B-36-25S-26E 255 FNL 1515 FEL Lat/Long: 32 092711 - 104 242367 NAD27 GL Elevation: 3265 KB Elevation Sing/Mult Compl: Single DF Elevation: Potash Walver: [97818] WC-015 G-03 S252636M; BONE SPRING Last Produced: 12/01/2018 Bottomhole Location; P-36-25S-26E 201 FSL 356 FEL Lat/Long: 160 36-25S-26E Units A H I P Acreage: DHC: No Consolidation Code: Production Method: Gas Lift Earliest Production in OCD Records 10/2018 Last 12/2018 Show All Production Excel Production Injection Time Frame Oil(BBIS) Gas(MCF) Water(BBLS) Days P/I Water(B815) Co2(MCI) Gas(MCI) Other Pressure ₹ 2018 WC-015 G-03 5252636M;BONE SPHING Dct 20314 55919 18430 29 ø 0 13174 64955 30 0 Nov 11443 0 0 0 0 Dec. 0 9905 59274 12454 21 0 0 Ó.



December 7, 2018

Oil Conservation Division 1220 South Saint Francis Drive Santa Fe, NM 87505 Attention: Mike McMillan

RE:

CTB Application

Craiq State #13H API# 30-015-43045 Sec. 36-T25S-R26E SHL 255' FNL 1605' FEL BHL 200' FSL 2310' FWL

Eddy County, NM

Craig State #14H API# 30-015-43046 Sec. 36-T25S-R26E SHL 255' FNL 1560' FEL

BHL 200' FSL 1650' FEL Eddy County, NM

Craiq State #15H API# 30-015-43047 Sec. 36-T25S-R26E SHL 255' FNL 1515' FEL BHL 200' FSL 330' FEL

Eddy County, NM

Mr. McMillan:

My name is James Martin and I am the Landman at COG Operating LLC (Concho) whose area of responsibility includes T25S-R26E, Eddy County, NM.

Concho is requesting permission to produce the Craig State #13H, #14H and #15H wells into one central tank battery located in Unit B, Section 36, T25S-R26E. The Craig State #14H and #15H wellbores are producing from State of New Mexico Lease #VO-7313-2 and the Craig State #13H wellbore is producing from State of New Mexico Lease #VO-7314-2 and #VO-7313-2.

I hereby certify that the interest owners under both State Leases are identical and are owned in identical percentages.

Respectfully,

COG/Operating,LLC

James Martin

Landman II - Northern Delaware Basin

432-685-2590 (o) 832.279.3172 (m)

Jmartin1@concho.com

P F



March 4, 2019

Certified Mail – Return Receipt Requested #7017-3040-0000-1205-7670

The Allar Company P O Box 1567 Graham , TX 76450-1567

Re: Lease Commingling and Off-Lease Measurement

COG Operating LLC, respectfully requests approval for off-lease measurement and lease commingling for the following wells:

Craig State #13H API #30-015-43045 WC-015 G-03 S252636M; Bone Spring Sec. 36-T25S-R36E, SHL 255' FNL, 1605' FEL Sec. 36-T25S-R36E, BHL 200' FSL, 2280' FWL Eddy County, NM

Craig State #14H
API #30-015-43046
WC-015 G-03 S252636M; Bone Spring
Sec. 36-T25S-R36E, SHL 255' FNL, 1560' FEL
Sec. 36-T25S-R36E, BHL 202' FSL, 1644' FEL
Eddy County

Craig State #15H
API #30-015-43047
WC-015 G-03 \$252636M; Bone Spring
Sec. 36-T25S-R36E, SHL 255' FNL, 1515' FEL
Sec. 36-T25S-R36E, BHL 201' FSL, 356' FEL
Eddy County, NM

Gentlemen:

Attached is a copy of COG Operating LLC's application for lease commingling and off-lease measurement of production from the Craig State #13H, #14H & #15H wells. These wells are located in Sections 36-T25S-R36E, Eddy County, NM.

You are receiving this information per NMOCD's requirement to notify all parties owning an interest in the minerals affected by this application. Any objections to these proposals should be registered with the NMOCD within 20 days of the date of this letter.

If you have any questions regarding this application, please contact me at 575-748-6952 or by email at bgoodloe@concho.com.

Sincerely,

Bobbie J Goodloe

Regulatory Analyst

Enclosures

Craig State #13H 30-015-43045 Craig State #14H 30-015-43046 Craig State #15H 30-015-43047

Application for Lease Commingle & Off Lease Measurement including Red Hills - Jal Offloads Notification List

Date Sent	Initials	Sent Certified Return Receipt to:	Receipt No.	Rec'd
3/5/2019	bjg	The Allar Company, P O Box 1567, Graham, TX 76450-1567	7017-3040-0000-1205-7670	
3/5/2019	bjg	Commissioner of Public Lands, P O Box 2308, Santa Fe, NM 87501	7017-3040-0000-1205-7687	
3/5/2019	bjg	Chevron, U.S.A., Inc., P O Box 730436, Dallas, TX 75373-0436	7017-3040-0000-1205-7694	
3/5/2019	bjg	EG3, Inc. P O Box 1567, Graham, TX 76450	7017-3040-0000-1205-7700	
3/5/2019	bjg	Nesteg Energy Corp, 2308 Sierra Vista Rd., Artesia, NM 88210	7017-3040-0000-1205-7717	
3/5/2019	bjg	Crownrock Minerals, LP, P O Box 51933, Midland, TX 79710	7017-3040-0000-1205-7724	
3/5/2019	bjg	Cornerston Family Trust, J.K. Thoma, TTEE, P O Box 558, Peyton, CO 80831	7017-3040-0000-1205-7731	

Mailed by Bobbie J Goodloe

ARTESIA DAILY PRESS LEGAL NOTICES

COG Operating LLC (COG), 2208 West Main, Artesia, New Mexico, 88210, has filed an application seeking administrative approval for a Central Tank Battery and Off-lease Measurement of oil and gas with the New Mexico Oil Conservation Division for the Craig State #13H, Craig State #14H and Craig State #15H. All wells are located in Section 36, Township 25 South, Range 36 East, Eddy County, New Mexico. COG is seeking approval to commingle the oil production of these three wells at the Craig State 36B CTB, located in UL C, Section 36-T25S-R36E, Eddy County, and in the event the CTB is over capacity or in the case of battery or pipeline repairs, approval for off-lease measurement of the oil at the Red Hills Offload Station in Unit O, Section 4-T26S-R32E or Jal Off-load Station in Unit D, Section 4-T26S-R37E, Lea County, NM. The gas production will be commingled at a gas sales meter also located in UL C, Section 36-T25S-R36E. Any interested party who has an objection to this must give notice in writing to the Oil Conservation Division, 1220 South Saint Francis Street, Santa Fe, New Mexico, 87505, within ten (10) days of this notice. Any interested party with questions or comments may contact James Martin (432) 685-2590 jmartin1@concho.com at COG Operating LLC, 600 West Illinois, Midland, Texas 79701.

Published in the Artesia Daily Press, Artesia, NM , 2019.

NEW MEXICO STATE LAND OFFICE

APPLICATION FOR COMMINGLING AND OFF-LEASE STORAGE ON STATE TRUST LANDS



This application form is required for all commingling applications requiring approval by the Commissioner of Public Lands.

Applicant: COG Operating LLC	OGRID #: 229137
Well Name: Craig State #13H	API#: <u>30-015-43045</u>
Pool: WC-015 G-03 S252636M; Bone Spring	
OPERATOR NAME: COG Operating LLC	
OPERATOR ADDRESS: 2208 W. Main Street, Artesia, NM 88210	

APPLICATION REQUIREMENTS - SUBMIT:

- New Mexico Oil Conservation Division (NMOCD) application packet (or equivalent information if no application is required by NMOCD),
- 2. Commingling application fee of \$150.

CERTIFICATION: To the best of my knowledge,

- All business leases and rights-of-way necessary for conducting the proposed operation on State Trust lands have been applied for or obtained,
- The information submitted with this application is accurate and complete, and
- No loss will accrue to the state of New Mexico as a result of the proposed operation.

I also understand that **no action** will be taken on this application until the required information and fee are submitted to the State Land Office.

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

Bobbie J Goodloe		
Print or Type Name		
	575-748-6952	
Signature	Phone Number	
February 27, 2019	bgoodloe@concho.com	
Date	e-mail Address	
Signature February 27, 2019	bgoodloe@concho.com	

Submit application to:

Commissioner of Public Lands Attn: Commingling Manager PO Box 1148 Santa Fe, NM 87504-1148 Questions?
Contact the Commingling Manager: 505.827.5791

Upon approval, the requesting organization will receive an acknowledgment letter from the Commissioner of Public Lands.



February 26, 2019

Commissioner of Public Lands NM State Land Office P. O. Box 1148 Santa Fe, NM 87504-1148

RE: Application for CTB and Off-lease Measurement

Craig State #13H

API #30-015-43045

WC-015 G-03 S252636M; Bone Spring

Sec. 36-T25S-R36E, SHL 255' FNL, 1605' FEL

Sec. 36-T25S-R36E, BHL 200' FSL, 2280' FWL

Eddy County, NM

Craig State #15H
API #30-015-43047
WC-015 G-03 S252636M; Bone Spring
Sec. 36-T25S-R36E, SHL 255' FNL, 1515' FEL
Sec. 36-T25S-R36E, BHL 201' FSL, 356' FEL
Eddy County, NM

Craig State #14H
API #30-015-43046
WC-015 G-03 S252636M; Bone Spring
Sec. 36-T25S-R36E, SHL 255' FNL, 1560' FEL
Sec. 36-T25S-R36E, BHL 202' FSL, 1644' FEL
Eddy County

To Whom it May Concern:

Please find enclosed check in the amount of \$150.00, which constitutes payment of the required fee for the referenced Off-lease Measurement and Lease Commingling application.

If you have any questions, please do not hesitate to contact me at bgoodloe@concho.com or 575-748-6952.

Sincerely,

Bobbie Goodloe Regulatory Analyst