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-184**

ORDER

The Director of the New Mexico Oil Conservation Division ("OCD"), having considered the application, issues the following Order.

FINDINGS OF FACT

1. COG Operating, LLC ("Applicant") submitted a complete application to off-lease measure the oil and gas production ("Application") from the wells, pool, and lease identified in Exhibit A.

2. To the extent that ownership is identical, Applicant submitted a certification by a licensed attorney or qualified petroleum landman that the ownership in the wells, pools, and leases to be commingled is identical as defined in 19.15.12.7(B) NMAC.

3. Applicant proposed a method to allocate the oil and gas production to the wells, pools, and leases to be commingled.

4. To the extent that ownership is diverse, Applicant provided notice of the Application to all persons owning a working interest in the oil and gas 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.

5. Applicant provided notice of the Application to the Bureau of Land Management or New Mexico State Land Office, as applicable.

CONCLUSIONS OF LAW

6. 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, 70-2-16, and 70-2-17, and 19.15.12 NMAC.

7. To the extent that ownership is diverse, Applicant satisfied the notice requirements for the Application.

8. By granting the Application with the conditions specified below, this Order prevents waste and protects correlative rights, public health, and the environment.

ORDER

1. Effective February 12, 2020, Applicant is authorized to off-lease measure oil and gas production from the wells, pool, and lease identified in Exhibit A.
2. The oil and gas production from the wells identified in Exhibit A shall be physically separated from the oil and gas production from other wells.
3. Applicant shall measure the commingled oil at a central tank battery described in Exhibit A in accordance with 19.15.18.15 NMAC or 19.15.23.8 NMAC.
4. Applicant shall measure the commingled gas at the central delivery point described in Exhibit A in accordance with 19.15.19.9 NMAC, provided however that if the gas is flared, regardless whether OCD has granted an exception pursuant to 19.15.18.12(B) NMAC, Applicant shall report the gas in accordance with 19.15.18.12(F) NMAC.
5. Applicant shall calibrate the meters used to measure or allocate oil and gas production in accordance with 19.15.12.10(C)(2) NMAC.
6. Applicant may add subsequently drilled wells to this Order in accordance with 19.15.12.10 NMAC.
7. OCD reserves the right to modify or revoke this Order if it is deemed necessary to prevent waste or protect correlative rights, public health, or the environment.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

DATE: 2/12/2020

ADRIENNE SANDOVAL
DIRECTOR

State of New Mexico
Energy, Minerals and Natural Resources Department

Exhibit A

Order:	OLM-184
Operator:	COG Operating, LLC (229137)
Central Tank Battery:	Baseball Cap Federal Com 26H Battery
Central Tank Battery Location (NMPM):	Section 25, Township 24 South, Range 34 East
Central Tank Battery:	Red Hills Offload Station
Central Tank Battery Location (NMPM):	Section 4, Township 26 South, Range 32 East
Central Tank Battery:	Jal Offload Station
Central Tank Battery Location (NMPM):	Section 4, Township 26 South, Range 37 East
Gas Custody Transfer Meter Location (NMPM):	Section 25, Township 24 South, Range 34 East

Pools

Pool Name	Pool Code
WC-025 G-09 S253402N; WOLFCAMP	98116

Leases as defined in 19.15.12.7(C) NMAC

Lease	Location (NMPM)	
NMNM 140587 BoneSpring CA	E/2 W/2 Sec 24, E/2 W/2 Sec 25	T24S-R34E

Wells

Well API	Well Name	Location (NMPM)	Pool Code	Train
30-025-44153	Baseball Cap Federal Com 26H	N-25-24S-34E	98116	