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-188**

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

CONCLUSIONS OF LAW

4. 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, and 19.15.23 NMAC.
5. Applicant satisfied the notice requirements for the Application in accordance with 19.15.23.9(A)(5) NMAC.
6. 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 25, 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 and no commingling of production from different leases shall occur in accordance with 19.15.23.9(A)(3) NMAC and 19.15.23.9(A)(4) NMAC.

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. OCD retains jurisdiction and 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

ADRIENNE SANDOVAL
DIRECTOR

DATE: 2/24/2020

State of New Mexico
Energy, Minerals and Natural Resources Department

Exhibit A

Order: OLM-188
Operator: COG Operating, LLC (229137)
Central Tank Battery: Fez West Central Tank Battery
Central Tank Battery Location (NMPM): Section 9, Township 25 South, Range 35 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 9, Township 25 South, Range 35 East

Pools

Pool Name	Pool Code
WC-025 G-09 S243532M; WOLFBONE	98098

Leases as defined in 19.15.12.7(C) NMAC

Lease	Location (NMPM)	
WB CA NMNM 139190	W/2 Sec 4, W/2 Sec 9	T25S-R35E

Wells

Well API	Well Name	Location (NMPM)	Pool Code	Train
30-025-45274	Fez Federal Com 601H	N-09-25S-35E	98098	
30-025-45276	Fez Federal Com 603H	M-09-25S-35E	98098	
30-025-45277	Fez Federal Com 701H	N-09-25S-35E	98098	
30-025-45279	Fez Federal Com 703H	M-09-25S-35E	98098	
30-025-45337	Fez Federal Com 705H	M-09-25S-35E	98098	
30-025-45275	Fez Federal Com 602H	N-09-25S-35E	98098	
30-025-45331	Fez Federal Com 604H	M-09-25S-35E	98098	
30-025-45278	Fez Federal Com 702H	M-09-25S-35E	98098	
30-025-45280	Fez Federal Com 704H	M-09-25S-35E	98098	