

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

Tony Delfin
Deputy Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-717-B
Administrative Application Reference No. pMAM16117311980

May 17, 2016

COG Operating, LLC
Attention: Ms. Kanicia Castillo

COG Operating, LLC (OGRID 229137) is hereby authorized to surface commingle oil and gas production from Atoka; Glorieta-Yeso (3250) from the following leases and wells:

Lease: Stonewall 9 Fee lease
Description: W/2 W/2 of Section 9, Township 19 South, Range 26 East, NMPM
Wells: Stonewall 9 Fee Well No. 1H
Stonewall 9 Fee Well No. 5H
Stonewall 9 Fee Well No. 25H

Lease: Stonewall 9 Fee lease
Description: E/2 W/2 of Section 9, Township 19 South, Range 26 East, NMPM
Well: Stonewall 9 Fee Well No. 6H

Lease: Custer 16 State Com. Well No. 1H; Division Order R-14117
Description: W/2 W/2 of Section 16, Township 19 South, Range 26 East, NMPM
Well: Custer 16 State Com. Well No. 1H

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Stonewall 9 Fee Well No. 1H central tank battery (CTB), located in Unit M, of Section 9, Township 19 South, Range 26 East, NMPM, Eddy County, New Mexico.

The oil and gas production from the Stonewall 9 Fee Well No. 1H, Stonewall 9 Fee Well No. 5H, Stonewall 9 Fee Well No. 25H which have identical ownership shall be metered with a combination of metering and testing. The Stonewall 9 Fee Well No. 6H, which has diverse ownership shall be metered separately. Further, the Custer 16 State Com. Well No. 1H project area was created by Division Order R-14117; therefore, it is considered a unique lease, shall be metered separately. The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C (2) NMAC.

Subsequently drilled wells that produce from the subject pool within the project areas approved by this order may be added to this commingling authority by submittal of a Sundry Notice to the Engineering Bureau in Santa Fe.

This installation shall be installed and operated in accordance with the applicable Division Rules. It is the responsibility of the producer to notify the transporter of this commingling authority.

This Division Order supersedes Division Order CTB-717-A, issued on October 16, 2015.

The operator shall notify the Artesia District office of the Division prior to implementation of the commingling operations.

Done at Santa Fe, New Mexico, on May 17, 2016.



DAVID R. CATANACH
Director

DRC/mam

cc: Oil Conservation Division – Artesia
New Mexico State Land Office – Oil, Gas, and Minerals