

State of New Mexico  
Energy, Minerals and Natural Resources Department

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Oil Conservation Division



February 19, 2019

Surface Commingling Order PLC-550

COG OPERATING LLC  
Attention: Ms. Bobbie Goodloe

Pursuant to your application received on January 29, 2019, COG Operating LLC (OGRID 229137) is hereby authorized to surface commingle oil and gas production and off-lease measure from the following pools, located in Township 19 South, Range 28 East, Eddy County, NMPM, New Mexico:

WINCHESTER; BONE SPRING, WEST (97569)  
WINCHESTER U/ PENN, WEST (O) (96810)  
WINCHESTER; WOLFCAMP, NORTHWEST (97044)

and from the following diversely owned state wells and leases in said Section, Township, and Range in Eddy County, New Mexico.

Lease: State Lease VO 6955  
Description: NE/4 SW/4 of Section 20  
Well: Bigfoot State Well No. 1 API 30-015-22567  
Pools: Winchester U/Penn, West (O)  
Winchester; Wolfcamp, Northwest

Lease: Proposed Bigfoot State Com Well No. 501H Communitization Agreement  
Description: S/2 S/2 of Section 20, S/2 S/2 of Section 21  
Well: Bigfoot State Com Well No. 501H API 30-015-45705  
Pool: Winchester Bone Spring, West

Lease: Proposed Bigfoot State Com Well No. 502H Communitization Agreement  
Description: N/2 S/2 of Section 20, N/2 S/2 of Section 21  
Well: Bigfoot State Com Well No. 502H API 30-015-45706  
Pool: Winchester Bone Spring, West

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Bigfoot State 20 Central Tank Battery (CTB), located in Unit K of Section 20, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico.

Production from the subject wells shall be determined as follows:

The oil and gas production from each of the wells shall be continuously measured at the CTB, 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, Eddy County, New Mexico, or the Jal Offload Station (Jal CTB) located in Unit D, Section 4, Township 26 South, Range 37 East, NMPM, Eddy County, New Mexico. Further, the oil production from either of these leases shall not be commingled with production from any other lease or pool, when either the Red Hills CTB or Jal CTB is utilized.

Your application has been duly filed under the provisions of Division Rules 19.15.12.10.C NMAC and 19.15.4.12.A (8) NMAC.

It is also understood that you have given due notice of this application to all owners in the mineral interest estate ("affected parties") as defined in Rule 19.15.12.10.C (4) NMAC.

The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C (2) NMAC.

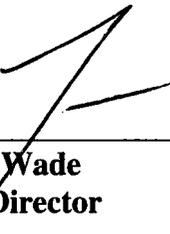
Subsequently drilled wells that produce from the subject pool within the project areas approved by this order may be added to this commingling authority by submittal of a Sundry Notice to the Engineering Bureau in Santa Fe.

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 administrative order is subject to like approval from the New Mexico State Land Office.

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

  
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**Gabriel Wade**  
**Acting Director**

GW/mam

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