

ConocoPhillips 2208 West Main Street Artesia, New Mexico 88210 www.conocophillips.com

April 28, 2021

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

Re: Application for Administrative Approval

Off-lease Measurement - Oil Only

Dear Mr. McClure,

COG Production LLC respectfully requests approval for off-lease measurement - Oil only for the following wells:

Baby Buddah 13 Federal 1H API# 30-015-40735 Hay Hollow; Bone Spring Ut. L, Sec. 13-T26S-R28E Eddy County, NM

Oil Production:

The oil production from these wells may be transported by truck to either the Red Hills Offload Station, located in Unit O, Section 4-T26S-R32E, or the Jal 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. Oil will remain segregated and will be measured by lact meter when offloading at the Offload Stations.

Notifications have been sent to all working interest owners

Please see the enclosed Administrative Application Checklist, C-107-B Application for Off Lease Measurement, plats for referenced wells, site facility diagram, maps with lease boundaries showing wells and facility locations and communization agreement application.

Thank you for your attention to this matter. If you have questions or need further information, please email me at ibarron@conocophillips.com or call 575.748.6974.

Sincerely

Deanette Barron

Regulatory Technician II

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	1220 South St. Fr	ancis Drive, Santo	a Fe, NM 87505
TLIIS (ATIVE APPLICATION	ON CHECKLIST ATIONS FOR EXCEPTIONS TO DIVISION RULES AND
Inis			DIVISION LEVEL IN SANTA FE
pplicant: COG Prod			OGRID Number: 217955
ell Name: Baby B			API: 30-015-40735
Hay Hollow; Bone	Spring		Pool Code: 30215
SUBMIT ACCURA	ATE AND COMPLETE INF	ORMATION REQUIR	RED TO PROCESS THE TYPE OF APPLICATION
A. Location	CATION: Check those to a Spacing Unit — Simult NSP Res	aneous Dedication	
[1] Com [[1] Injec	ne only for [1] or [11] mingling – Storage – M:]DHC □CTB □Pl :tion – Disposal – Pressu]WFX □PMX □SV	.C □PC □0i re Increase – Enha	nnced Oil Recovery OR
A. Offset B. Royalt C. Applic D. Notific E. Surfac G. For all	REQUIRED TO: Check operators or lease hold operators or lease hold by, overriding royalty overtion requires published ation and/or concurrence of the above, proof of tice required	ders vners, revenue own ed notice ent approval by SLC ent approval by BLM	ners Application Content
administrative understand th	approval is accurate of	and complete to the	omitted with this application for ne best of my knowledge. I also Ition until the required information and
No	te: Statement must be comple	ed by an individual with r	managerial and/or supervisory capacity.
Jeanette Barron			4/28/21 Date
rint or Type Name		······································	
Λ			575-746-6974 Phone Number
Chernette Ba	111 <i>a</i> n		
ianature			
hature	1110n		jeanette.barron@conocophillips.com e-mail Address

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E-MAIL ADDRESS: jeanette.barron@conocophillips.com

<u>District I</u> 1625 N. French Drive, Hobbs, NM 88240 District II 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

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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)							
	duction LLC	222,000					
OPERATOR ADDRESS: 2208 W Main Street, Artesia, New Mexico 88210							
APPLICATION TYPE:							
☐ Pool Commingling ☐ Lease Commingling ☐ Pool and Lease Commingling ☐ Pool and Lease Commingled)							
LEASE TYPE: Fee	State						
Is this an Amendment to existing Order Have the Bureau of Land Management ☐ Yes ☐ No	? ∐Yes ∐No If (BLM) and State Land	"Yes", please include to l office (SLO) been not	the appropriate C tified in writing of	order Noof the proposed comm	ingling		
(A) POOL COMMINGLING Please attach sheets with the following information							
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes		
		-					
		-					
		-			\vdash		
	-	1					
(4) Measurement type:							
(3) Has all interest owners been notified by	(1) Pool Name and Code.						
		LEASE COMMIN					
(1) Complete Sections A and E.	Please attach sneet	s with the following in	itormation				
(D) OFF-LEASE STORAGE and MEASUREMENT Please attached sheets with the following information							
(1) Is all production from same source of supply? Yes No (2) Include proof of notice to all interest owners.							
(E) ADDITIONAL INFORMATION (for all application types) Please attach sheets with the following information							
(1) A schematic diagram of facility, include	ling legal location.						
(2) A plat with lease boundaries showing a(3) Lease Names, Lease and Well Number		ons. Include lease numbe	rs if Federal or Sta	te lands are involved.			
I hereby certify that the information above is	true and complete to the	best of my knowledge an	d belief.				
SIGNATURE MANUELLE BOMON	•	TLE: Regulatory Technic		DATE: 4/	18/21		
TYPE OR PRINT NAME Jeanette Barron	TELEPHONE NO.:	<u>575.748.6974</u>		, ,	•		

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District.J
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax. (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

☐ AMENDED REPORT

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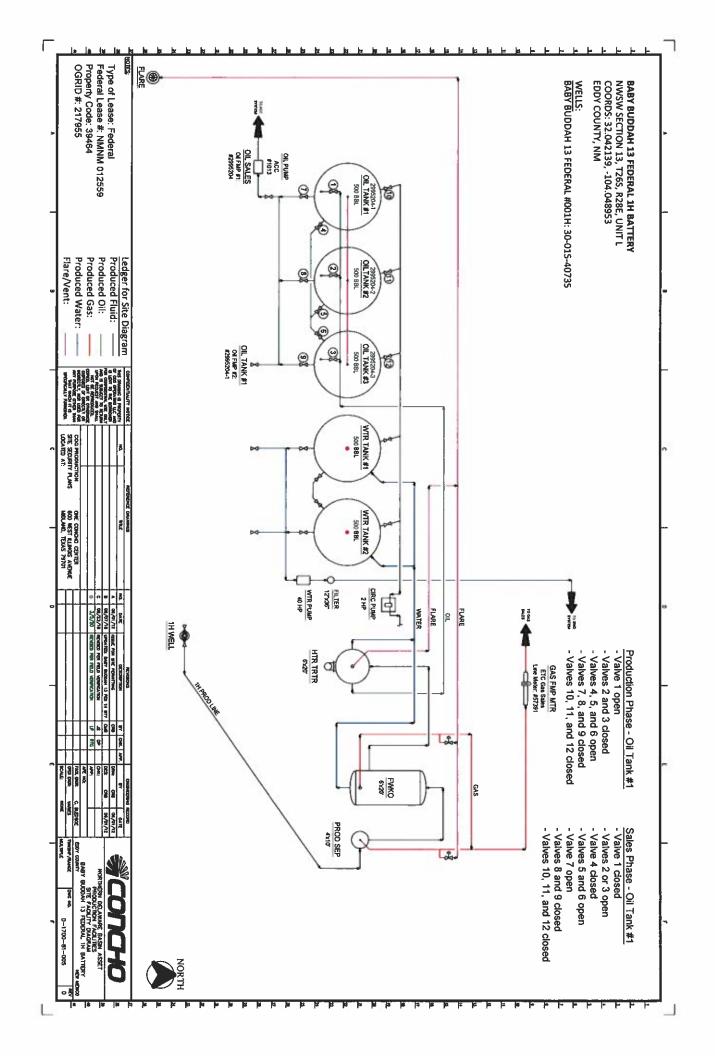
WELL LOCATION AND ACREAGE DEDICATION PLAT

1,	API Numbe	r		² Pool Code			³ Pool Na	me	
30-	-015-4073	-40735		30215]	Hay Hollow; B	one Spring	
⁴ Property (Code				5 Property	Name			4 Well Number
39464	·				Baby Buddah	13 Federal			1H
OGRID	No.			^a Operator Name ⁹ Elevation				⁹ Elevation	
21795	5				COG Production LLC 2948' GR				2948' GR
					¹⁰ Surface	Location			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	13	26S	28E		2350 South 190 West Eddy			Eddy	
	_		¹¹ Bo	ottom Ho	le Location I	f Different From	m Surface		<u> </u>
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
I	13	26S	28E		2192	South	372	East	Eddy
12 Dedicated Acres 160	13 Joint of	r Infill 14 Co	nsolidation	Code 15 Or	der No.				l

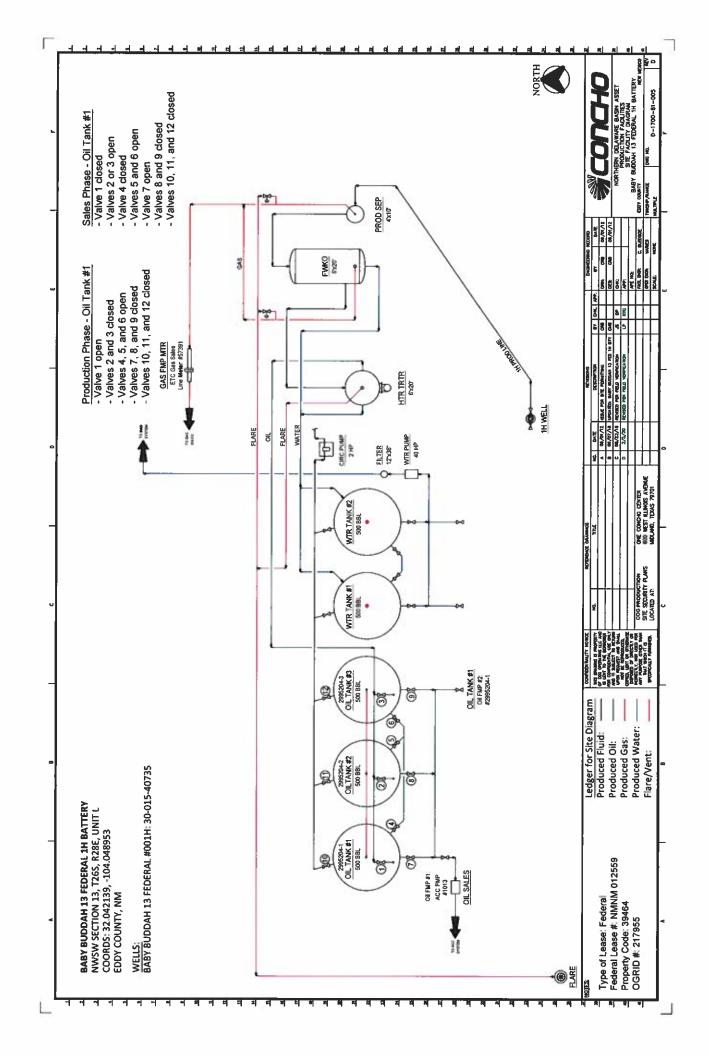
No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

16	Producing Area 8396-12703'		17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order herebyfore entered by the givision.
SHL		BHL	ISURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Date of Survey Signature and Seal of Professional Surveyor: REFER TO ORIGINAL PLAT Certificate Number



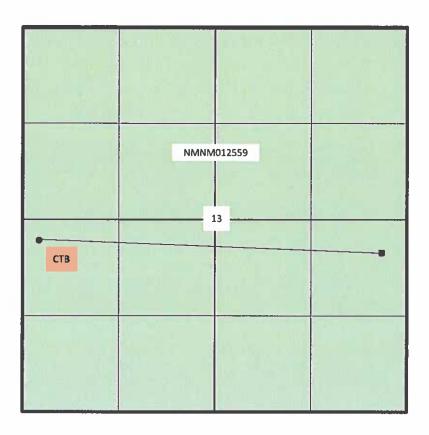


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Baby Buddah 13 Fed 1H

SHL BHL



Section 13, T-26S R-28E Eddy County, NM

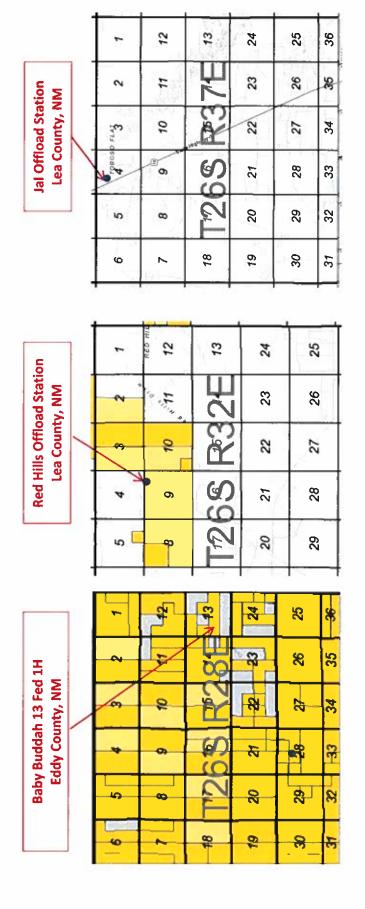
BABY BUDDAH 13 FEDERAL 1H



Baby Buddah 13 Federal 1H

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Red Hills and Jal Offload Station Map



			Baby Buddah 13 Federal 1H					
Date Sent Initials	Initials	Name	Address	City	State	State ZipCode	Certified Return Receipt No.	Delivered
04.28.21	Вſ	B OXY USA Inc.	5 Greenway Plaza, Suite 110	Houston	TX 77046		7017 3040 0000 1205 1623	
04.28.21	ВГ	ВГМ	620 E Green Street	Carlsbad	NM 88220		7017 3040 0000 1205 1616	

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

APPLICATION FOR OFF-LEASE MEASUREMENT SUBMITTED BY COG PRODUCTION, LLC

ORDER NO. OLM-242

ORDER

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

FINDINGS OF FACT

- 1. COG Production, LLC ("Applicant") submitted a complete application to off-lease measure the oil 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 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. Applicant is authorized to off-lease measure oil production from the wells, pool, and lease identified in Exhibit A.
- 2. The oil production from the wells identified in Exhibit A shall be physically separated from the oil 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, except as otherwise provided in order(s) issued by OCD.
- 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.

Order No. OLM-242 Page 1 of 2

- 4. Applicant shall calibrate the meters used to measure or allocate oil production in accordance with 19.15.12.10(C)(2) NMAC.
- 5. 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.

DATE: ____5/27/2021

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

ADRIENNE SANDOVAL

AS/dm

DIRECTOR

Order No. OLM-242 Page 2 of 2

State of New Mexico Energy, Minerals and Natural Resources Department

Exhibit A

Order: OLM-242

Operator: COG Production, LLC (217955)

Central Tank Battery: Baby Buddah 13 Federal 1H Battery

Central Tank Battery Location: Unit L, Section 13, Township 26 South, Range 28 East

Central Tank Battery: Red Hills Offload Station

Central Tank Battery Location: Unit O, Section 4, Township 26 South, Range 32 East

Central Tank Battery: Jal Offload Station

Central Tank Battery Location: Unit D, Section 4, Township 26 South, Range 37 East

Gas Custody Transfer Meter Location:

Pools

Pool Name

Pool Code

HAY HOLLOW; BONE SPRING

30215

Leases as defined in 19.15.12.7(C) NMAC

Lease

UL or Q/Q

S-T-R

NMNM 012559 S/2, SW/4 NE/4

13-26S-28E

Wells

Well API	Well Name	UL or Q/Q	S-T-R	Pool Code
30-015-40735	Baby Buddah 13 Federal #1H	N/2 S/2	13-26S-28E	30215

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1625 N. French Dr., Hobbs, NM 88240
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1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 26152

CONDITIONS

Operator:	OGRID:
COG PRODUCTION, LLC	217955
600 W. Illinois Ave	Action Number:
Midland, TX 79701	26152
	Action Type:
	[C-107] Surface Commingle or Off-Lease (C-107B)

CONDITIONS

Created By	Condition	Condition Date
dmcclure	Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval.	5/28/2021