State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin
Cabinet Secretary

Jami Bailey
Division Director
Oil Conservation Division



Brett F. Woods, Ph.D. Deputy Cabinet Secretary

ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-673-A Administrative Application Reference No. pPRG1403446634

April 18, 2014

COG Operating LLC

Attention: Kanicia Castillo

COG Operating, LLC, requests an amendment to the Division Order No. CTB-673 to remove the Grave Digger Federal Com. Well No. 1H (30-015-37665) from the order, and add certain wells to the order. This requested amendment is approved, and COG Operating LLC (OGRID 229637) is hereby authorized to surface commingle oil and gas production from North Seven Rivers; Glorieta-Yeso Pool (97565) from the following leases and wells:

Name	API No.	Footages	<u>ULSTR</u>
Grave Digger State Com Well No. 2H	30-015-37582	330 FNL&190 FWL	C-2-20S-25E
Grave Digger State Com Well No. 3H	30-015-39151	240 FNL&1850 FEL	B-2-20S-25E
Grave Digger State Com Well No. 4H	30-015-39152	330 FNL&380 FEL	A-2-20S-25E
Grave Digger State Com Well No. 6H	30-015-40955	210 FNL&2630 FEL	B-2-20S-25E
Grave Digger State Com Well No. 7H	30-015-40956	240 FNL&991 FEL	A-2-20S-25E

All in NMPM, Eddy County, New Mexico

Further, the Grave Digger Federal Com. Well No. 1H (API30-015-37665) is hereby removed from the original order.

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Grave Digger State Com Well No. 3H central tank battery (CTB), located in Unit B, Section 2, Township 20 South, Range 25 East, NMPM, Eddy County, New Mexico.

The oil and gas production from each well shall be continuously measured with allocation meters before commingling with production from other wells. The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C (2) NMAC.

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

April 18, 2014 Page 2

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

This order supersedes Order No. CTB-673, issued on June 6, 2013.

This approval is subject to like approval from the New Mexico State Land Office before commencing the commingling operations.

DONE at Santa Fe, New Mexico, on April 18, 2014

Jami Bailey

Division Director

JB/mam

cc: Oil Conservation Division – Hobbs

New Mexico State Land Office – Oil, Gas and Minerals