

**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-180

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. To the extent that ownership is identical, Applicant submitted a certification by a licensed attorney or qualified petroleum landman that the ownership in the wells, pools, and leases to be commingled is identical as defined in 19.15.12.7(B) NMAC.
3. Applicant proposed a method to allocate the oil and gas production to the wells, pools, and leases to be commingled.
4. To the extent that ownership is diverse, 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.
5. Applicant provided notice of the Application to the Bureau of Land Management or New Mexico State Land Office, as applicable.

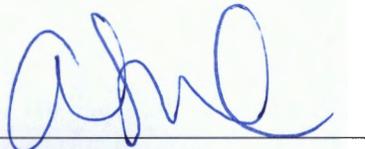
CONCLUSIONS OF LAW

6. 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, 70-2-16, and 70-2-17, and 19.15.12 NMAC.
7. To the extent that ownership is diverse, Applicant satisfied the notice requirements for the Application.
8. 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 10, 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.
3. Applicant shall measure the commingled oil at the 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. Applicant may add subsequently drilled wells to this Order in accordance with 19.15.12.10 NMAC.
7. OCD 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: 2/10/2020

Exhibit A

Administrative Order: **OLM-180**
Operator: **COG Operating, LLC (229137)**
Central Tank Battery: **Bobwhite 12 ST Battery**
Central Tank Battery Location: **Section 12, Township 21 South, Range 33 East**
Central Tank Battery: **Red Hills Offload Station**
Central Tank Battery Location: **Section 4, Township 26 South, Range 32 East**
Central Tank Battery: **Jal Offload Station**
Central Tank Battery Location: **Section 4, Township 26 South, Range 37 East**

Pools

Pool Name	Pool Code	Pool Name	Pool Code
BERRY; BONE SPRING, NORTH	5535		

Leases

NMLEA717079C-019 Bone Spring CA (E/2 W/2 Sec 12-T21S-R33E)

Wells

Well API	Well Name	Pool Code	Location	Train
30-025-40701	Bobwhite 12 State Com 1H	5535	Sec 12-T21S-R33E	