

Initial Application Part I

Received: 08/26/2019

This application is placed in file for record. It MAY or MAY NOT have been reviewed to be determined Administratively Complete

RECEIVED: 08/26/2019	REVIEWER:	TYPE: PLC	APP NO: pMAM1923849725
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Geological & Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND
 REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Applicant: <u>COG Operating, LLC</u>	OGRID Number: <u>229137</u>
Well Name: <u>Myox 21 State Com 1H & Myox State Com 9H</u>	API: <u>30-015-41745/30-015-37416</u>
Pool: <u>San Lorenzo; Bone Springs/Red Bluff; Bone Springs</u>	Pool Code: <u>53600/5099</u>

**SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION
 INDICATED BELOW**

- 1) **TYPE OF APPLICATION:** Check those which apply for [A]
 A. Location – Spacing Unit – Simultaneous Dedication
☐ NSL ☐ NSP (PROJECT AREA) ☐ NSP (PRORATION UNIT) ☐ SD

PLC-603

- B. Check one only for [I] or [II]
 [I] Commingling – Storage – Measurement
☐ DHC ☒ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM
 [II] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

- 2) **NOTIFICATION REQUIRED TO:** Check those which apply.

- A. ☐ Offset operators or lease holders
 B. ☒ Royalty, overriding royalty owners, revenue owners
 C. ☒ Application requires published notice
 D. ☒ Notification and/or concurrent approval by SLO
 E. ☐ Notification and/or concurrent approval by BLM
 F. ☐ Surface owner
 G. ☐ For all of the above, proof of notification or publication is attached, and/or,
 H. ☐ No notice required

FOR OCD ONLY

- ☐ Notice Complete
☐ Application
 Content
 Complete

- 3) **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Jeanette Barron

Print or Type Name

Jeanette Barron
 Signature

8/26/19
 Date

575-746-6974

Phone Number

jbarron@concho.com

e-mail Address



August 26, 2019

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

Re: Application for Administrative Approval of Pool/Lease Commingle and CTB

Dear Mr. McMillan,

COG Operating LLC, respectfully requests approval for lease/pool commingling for the following wells:

Myox 21 State Com 1H
API# 30-015-41745
San Lorenzo, Bone Springs
SHL: 190' FSL 660' FWL, Ut. M, Sec. 21-T25S-R28E
BHL: 209' FNL 348' FWL, Ut. D, Sec. 21-T25S-28E
Eddy County, NM

Myox 21 State Com 9H
API# 30-015-37416
Red Bluff; Bone Spring
SHL: 660' FSL 330' FWL, Ut. M, Sec. 21-T25S-R28E
BHL: 215' FSL 967' FWL, Ut. D, Sec. 21-T25S-R28E
Eddy County, NM

Oil Production:

The oil production from all wells will be measured separately on-lease by allocation meter prior to being commingled at the Central Tank Battery located in Ut. M, Sec. 21 -T25S-R28E. In addition to the on-lease measurement, the oil production from these wells may also 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. In this case the oil will remain segregated and will be measured by lact meter when offloading at said stations.

Gas Production:

Gas produced from all wells will be measured on-lease by allocation meter prior to being commingled and entering a flow line to the gas custody transfer meter. The custody transfer meter is located in Ut. M, Sec. 21-T25S-R28E which is at the Central Tank Battery location.

CORPORATE ADDRESS

ONE CONCHO CENTER | 600 WEST ILLINOIS AVENUE | MIDLAND, TEXAS 79701
P432.683.7443 | F432.683.7441

ARTESIA WEST OFFICE

2208 MAIN STREET | ARTESIA, NEW MEXICO 88210
P575.748.6940 | F575.746.2096



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August 26, 2019

NM Oil Conservation Division

All owners of interest have been notified by certified mail that should they have an objection to this surface commingling, they must file a formal protest with the NMOCD within 20 days of the date of this application. Due to the fee leases under these wells, as a courtesy COG has posted a Public Notice in the Artesia Daily Press. Proof of owner notification and copy of Public Notice is enclosed.

Please see the enclosed Administrative Application Checklist, C-107B Application for Surface Commingling, plats for referenced wells, site facility diagram, maps with lease boundaries showing wells and facility locations and prior month's production.

Thank you for your attention to this matter.

Sincerely,

A handwritten signature in black ink that reads "Jeanette Barron".

Jeanette Barron

Regulatory Analyst

Enclosures

xc: Artesia OCD

CORPORATE ADDRESS

ONE CONCHO CENTER | 600 WEST ILLINOIS AVENUE | MIDLAND, TEXAS 79701
P432.683.7443 | F432.683.7441

ARTESIA WEST OFFICE

2208 MAIN STREET | ARTESIA, NEW MEXICO 88210
P575.748.6940 | F575.746.2096

District I
1625 N. French Drive, Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
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

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)

OPERATOR NAME: COG Operating LLC

OPERATOR ADDRESS: 2208 W Main Street, Artesia, New Mexico 88210

APPLICATION TYPE:

☐ Pool Commingling ☒ Lease Commingling ☐ Pool and Lease Commingling ☐ Off-Lease Storage and Measurement (Only if not Surface Commingled)

LEASE TYPE: ☐ Fee ☒ State ☐ Federal

Is this an Amendment to existing Order? ☐ Yes ☒ No If "Yes", please include the appropriate Order No. _____

Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling
☒ Yes ☐ No

(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

(2) Are any wells producing at top allowables? ☐ Yes ☐ No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No.

(4) Measurement type: ☐ Metering ☐ Other (Specify)

(5) Will commingling decrease the value of production? ☐ Yes ☐ No If "yes", describe why commingling should be approved

(B) LEASE COMMINGLING

Please attach sheets with the following information

(1) Pool Name and Code. 53600 San Lorenzo; Bone Springs/50990 Red Bluff; Bone Springs

(2) Is all production from same source of supply? ☒ Yes ☐ No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☒ Yes ☐ No

(4) Measurement type: ☒ Metering ☐ Other (Specify)

(C) POOL and LEASE COMMINGLING

Please attach sheets with the following information

(1) Complete Sections A and E.

(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, including legal location.

(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.

(3) Lease Names, Lease and Well Numbers, and API Numbers.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE: Jeanette Barron TITLE: Regulatory Analyst

DATE: 8/26/19

TYPE OR PRINT NAME Jeanette Barron TELEPHONE NO.: 575.748.6974

E-MAIL ADDRESS: jbarron@concho.com

[illegible]

District I
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

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-015-37416	² Pool Code 50990	³ Pool Name Red Bluff; Bone Springs
⁴ Property Code 38521	⁵ Property Name MYOX 21 State Com	⁶ Well Number 9H
⁷ OGRID No. 229137	⁸ Operator Name COG Operating, LLC	⁹ Elevation 2998'

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
M	21	25S	28E		660	South	330	West	Eddy

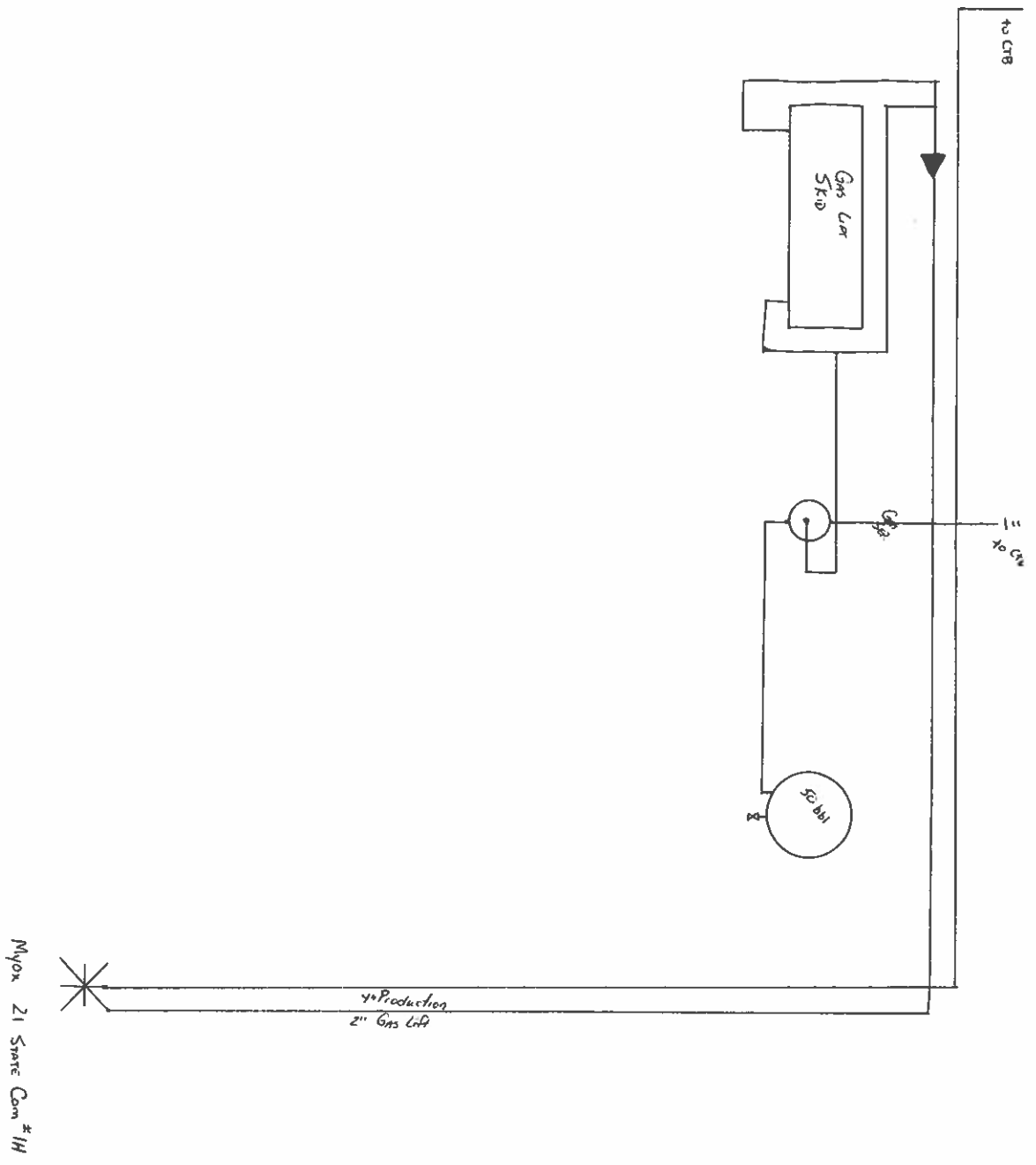
¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	21	25S	28E		357	North	633	West	Eddy
¹² Dedicated Acres 160	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.						

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.

				<p>¹⁷ OPERATOR CERTIFICATION</p> <p>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 heretofore entered by the division.</p> <p><i>Janette Barron</i> 8/26/19 Signature Date</p> <p>Janette Barron Printed Name</p> <p>jbarron@poncho.com E-mail Address</p> <p>¹⁸ SURVEYOR CERTIFICATION</p> <p>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.</p> <p>REFER TO ORIGINAL PLAT</p> <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor:</p> <p>Certificate Number</p>







MYOX 21 STATE COM # 9H

MYOX 21 STATE COM # 41H

Myox 21 St
Com West CTB

Myox-21 State
Com "N" Battery

SWSW

SESW

Myox-21 State
Com #1H

MYOX 21 STATE COM # 33H

MYOX-21 STATE COM # 32H

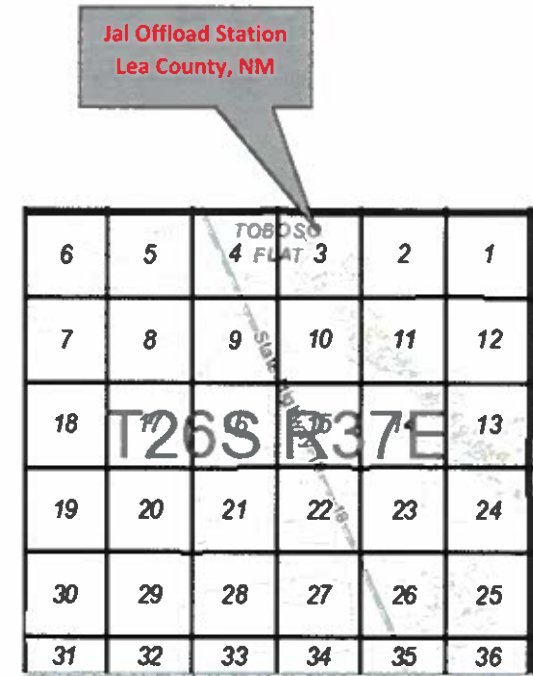
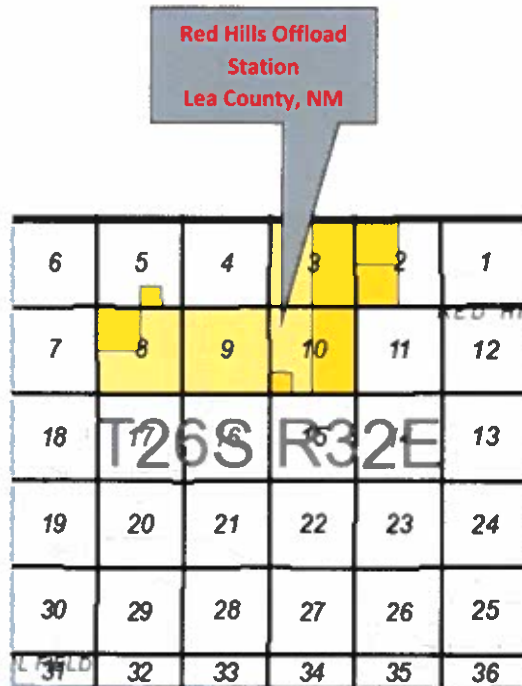
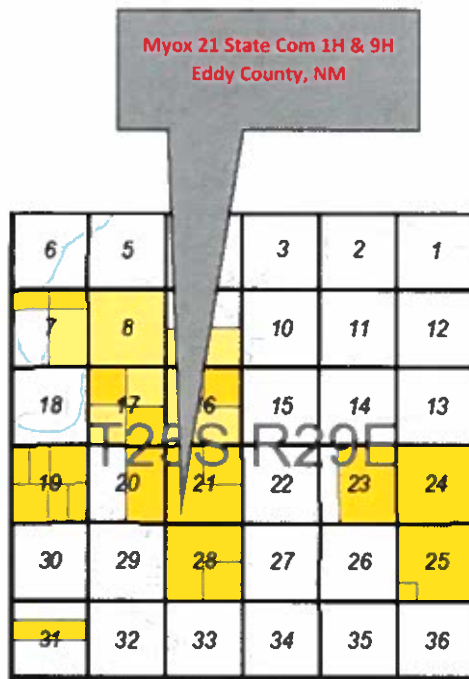
MYOX-21 STATE

MYOX 21 STATE COM # 1H

MYOX 21 STATE COM 1H & 9H

&

Red Hills and Jal Offload Station Map



EDI Pool Code	EDI API Well Number	Prod Date	Field #	Field Name	Lease #	Lease Name	Well #	Property	Oil Sold	Water Prod	Gas Prod	Days Up
53600	3001541745	01/2019	53600	San Lorenzo;Bone Spring	038521	MYOX 21 STATE COM	001H	86638132	18184	46513	95657	31
53600	3001541745	02/2019	53600	San Lorenzo;Bone Spring	038521	MYOX 21 STATE COM	001H	86638132	13246	41775	90010	28
53600	3001541745	03/2019	53600	San Lorenzo;Bone Spring	038521	MYOX 21 STATE COM	001H	86638132	12173	40546	85887	31
53600	3001541745	04/2019	53600	San Lorenzo;Bone Spring	038521	MYOX 21 STATE COM	001H	86638132	11073	39855	86526	30
53600	3001541745	05/2019	53600	San Lorenzo;Bone Spring	038521	MYOX 21 STATE COM	001H	86638132	9090	35660	78699	31
53600	3001541745	06/2019	53600	San Lorenzo;Bone Spring	038521	MYOX 21 STATE COM	001H	86638132	9,418	28,903	60,862	29
50990	3001537416	01/2019	50990	Red Bluff;Bone Spring (Abandoned)	038521	MYOX 21 STATE	009H	1117012	34	191	353	2
50990	3001537416	02/2019	50990	Red Bluff;Bone Spring (Abandoned)	038521	MYOX 21 STATE	009H	1117012	610	4036	4759	28
50990	3001537416	03/2019	50990	Red Bluff;Bone Spring (Abandoned)	038521	MYOX 21 STATE	009H	1117012	942	3773	4309	28
50990	3001537416	04/2019	50990	Red Bluff;Bone Spring (Abandoned)	038521	MYOX 21 STATE	009H	1117012	929	3961	4566	30
50990	3001537416	05/2019	50990	Red Bluff;Bone Spring (Abandoned)	038521	MYOX 21 STATE	009H	1117012	1124	4164	4456	31
50990	3001537416	06/2019	50990	Red Bluff;Bone Spring (Abandoned)	038521	MYOX 21 STATE	009H	1117012	851	4,815	3,953	30

Myox St Com 1H & 9H

<i>Date Sent</i>	<i>Initials</i>	<i>Name</i>	<i>Address</i>	<i>City</i>	<i>State</i>	<i>ZipCode</i>	<i>Certified Return Receipt No.</i>	<i>Delivered</i>
08/26/19	JB	DEVON ENERGY PRODUCTION CO LP	P O BOX 843559	DALLAS,	TX	75284-3559	9414 8149 0246 9822 0248 94	
08/26/19	JB	COMMISSIONER OF PUBLIC LANDS	PO BOX 2308	SANTA FE,	NM	87501	9414 8419 0246 9822 0248 87	
08/26/19	JB	EOG RESOURCES INC	P O BOX 840321	DALLAS,	TX	75284-0321	9414 8419 0246 9822 0249 00	
08/26/19	JB	OXY Y-1 COMPANY	P O BOX 841803	DALLAS,	TX	75284	9414 8419 0246 9822 0249 17	
08/26/19	JB	DASTARAC, INC.	2308 SIERRA VISTA ROAD	ARTESIA,	NM	88210	9414 8419 0246 9822 0249 24	

ARTESIA DAILY PRESS

LEGAL NOTICES

Please run for one day only.

COG Operating LLC (COG), 2208 West Main, Artesia, New Mexico, 88210, has filed an application seeking administrative approval for a Central Tank Battery and Off-lease Measurement of oil and gas with the New Mexico Oil Conservation Division for the Myox 21 State Com 1H & 9H . All wells are located in Section 21, Township 25 South, Range 28 East, Eddy County, New Mexico. COG is seeking approval to commingle the oil production of these wells at the Myox 21 State Com 1H CTB, located in UL M, Section 21-T25S-R28E, Eddy County, and in the event the CTB is over capacity or in the case of battery or pipeline repairs, approval for off-lease measurement of the oil at the Red Hills Off-load Station in Unit O, Section 4-T26S-R32E or Jal Off-load Station in Unit D, Section 4-T26S-R37E, Lea County, NM. The gas production will be commingled at a gas sales meter also located in UL C, Section 36-T25S-R36E. Any interested party who has an objection to this must give notice in writing to the Oil Conservation Division, 1220 South Saint Francis Street, Santa Fe, New Mexico, 87505, within ten (10) days of this notice. Any interested party with questions or comments may contact Travis Macha (432) 221-0452 tmacha@concho.com at COG Operating LLC, 600 West Illinois, Midland, Texas 79701.

Published in the Artesia Daily Press, Artesia, NM August 27, 2019.



August 26, 2019

Commissioner of Public Lands
NM State Land Office
P. O. Box 1148
Santa Fe, NM 87504-1148

RE: Application for Surface Commingling

Myox 21 State Com 1H
API# 30-015-41745
San Lorenzo, Bone Springs
SHL: 190' FSL 660' FWL, Ut. M, Sec. 21-T25S-R28E
BHL: 209' FNL 348' FWL, Ut. D, Sec. 21-T25S-28E
Eddy County, NM Eddy County, NM

Myox 21 State Com 9H
API# 30-015-37416
Red Bluff; Bone Spring
SHL: 660' FSL 330' FWL, Ut. M, Sec. 21-T25S-R28E
BHL: 215' FSL 967' FWL, Ut. D, Sec. 21-T25S-R28E

To Whom it May Concern:

Please find enclosed check in the amount of \$150.00, which constitutes payment of the required fee for the referenced Lease Commingling application.

If you have any questions, please do not hesitate to contact me at jbarron@concho.com or 575-748-6974.

Sincerely,

A handwritten signature in black ink that reads "Jeanette Barron".

Jeanette Barron
Regulatory Analyst

CORPORATE ADDRESS

ONE CONCHO CENTER | 600 WEST ILLINOIS AVENUE | MIDLAND, TEXAS 79701
P 432.683.7443 | F 432.683.7441

ARTESIA WEST OFFICE

2208 MAIN STREET | ARTESIA, NEW MEXICO 88210
P 575.748.6940 | F 575.746.2096

**NEW MEXICO
STATE
LAND OFFICE**

**APPLICATION FOR
COMMINGLING AND OFF-LEASE STORAGE
ON STATE TRUST LANDS**



This application form is required for all commingling applications requiring approval by the Commissioner of Public Lands.

Applicant: COG OPERATING, LLC
Well Name: MYOX 21 STATE COM 1H
Pool: 53600 SAN LORENZO; BONE SPRINGS

OGRID #: 229137
API #: 30-015-41745

OPERATOR NAME: COG OPERATING, LLC
OPERATOR ADDRESS: 2208 W. MAIN STREET, ARTESIA, NEW MEXICO

APPLICATION REQUIREMENTS – SUBMIT:

1. New Mexico Oil Conservation Division (NMOCD) application packet (or equivalent information if no application is required by NMOCD),
2. Commingling application fee of \$150.

CERTIFICATION: To the best of my knowledge,

- All business leases and rights-of-way necessary for conducting the proposed operation on State Trust lands have been applied for or obtained,
- The information submitted with this application is **accurate and complete**, and
- No loss will accrue to the state of New Mexico as a result of the proposed operation.

I also understand that **no action** will be taken on this application until the required information and fee are submitted to the State Land Office.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Jeanette Barron

Print or Type Name

Jeanette Barron

Signature

8/26/19

Date

575-748-6974

Phone Number

jbarron@concho.com

e-mail Address

Submit application to:
Commissioner of Public Lands
Attn: Commingling Manager
PO Box 1148
Santa Fe, NM 87504-1148

Questions?
Contact the Commingling Manager:
505.827.5791

Upon approval, the requesting organization will receive an acknowledgment letter from the Commissioner of Public Lands.

**NEW MEXICO
STATE
LAND OFFICE**

**APPLICATION FOR
COMMINGLING AND OFF-LEASE STORAGE
ON STATE TRUST LANDS**



This application form is required for all commingling applications requiring approval by the Commissioner of Public Lands.

Applicant: COG OPERATING, LLC
Well Name: MYOX 21 STATE COM 9H
Pool: 50990 RED BLUFF; BONE SPRINGS

OGRID #: 229137
API #: 30-015-37416

OPERATOR NAME: COG OPERATING, LLC
OPERATOR ADDRESS: 2208 W. MAIN STREET, ARTESIA, NEW MEXICO

APPLICATION REQUIREMENTS – SUBMIT:

1. New Mexico Oil Conservation Division (NMOCD) application packet (or equivalent information if no application is required by NMOCD),
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Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Jeanette Barron

Print or Type Name

Jeanette Barron

Signature

8/26/19

Date

575-748-6974

Phone Number

jbarron@concho.com

e-mail Address

Submit application to:
Commissioner of Public Lands
Attn: Commingling Manager
PO Box 1148
Santa Fe, NM 87504-1148

Questions?
Contact the Commingling Manager:
505.827.5791

Upon approval, the requesting organization will receive an acknowledgment letter from the Commissioner of Public Lands.