State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin Cabinet Secretary

Tony Delfin Deputy Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



May 17, 2016

ADMINISTRATIVE OFF-LEASE MEASUREMENT ORDER

Administrative Order OLM-104 Application Reference No. pMAM1613749754

COG Production, LLC Attention: Ms. Amanda Avery

COG Production, LLC (OGRID 217955) is hereby authorized to transport and measure oil and gas production off-lease, from the following well which produces from Corral Canyon; Bone Spring, South Pool in Eddy County, New Mexico:

Reposado Federal Well No. 3 H (API No. 30-015-40652), Lot 3 Section 2, T-26S, R-29E

The project area for this well includes the E/2 W/2 of Section 35, Township 25 South, Range 29 East, NMPM, Eddy County, New Mexico.

The oil and gas production from this well shall be measured at, and sold from, Reposado Federal Well No. 3 H Central Tank Battery located in Lot 3 of Section 2, Township 26 South, Range 29 East, NMPM, Eddy County, New Mexico. All meters for the above-referenced well shall be physically separated from facilities for other wells, so that production from the above-referenced well will not be commingled prior to measurement with production from any other well.

Production from the subject wells shall be determined as follows:

The oil and gas production from this well shall be separately metered using allocation meters.

The surface commingling of oil and gas with production from other pools or leases is NOT authorized.

The operator shall notify the Artesia District Office of the Division before commencement of Off-Lease Measurement.

The approval is subject to like approval by the Bureau of Land Management.

OLM-104 COG Operating, LLC May 17, 2016 Page 2 of 2

Done at Santa Fe, New Mexico, on May 17, 2016.

DAVID R. CATANACH Director

DRC/mam

.

•

.

cc: Oil Conservation Division – Artesia Bureau of Land Management – Carlsbad