State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Ken McQueen **Cabinet Secretary**

Matthias Sayer Deputy Cabinet Secretary

David R. Catanach, Division Director Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-815 Administrative Application Reference No. pMAM1705844920

March 21, 2017

COG OPERATING LLC

Attention: Ms. Debora Willbourn

COG Operating LLC (OGRID 229137) is hereby authorized to surface commingle gas production from WC-025 G-08 S253534O; Bone Spring Pool (Pool code 97088) from the following diversely owned federal and state leases and wells in Lea County, New Mexico:

Lease:

Tele Delux 32 State Well No. 4H

Description: E/2 E/2 of Section 32, Township 25 South, Range 35 East, NMPM

Well:

Tele Delux 32 State Well No. 4H

API 30-025-42362

Lease:

Duo Sonic 29 Federal Well No. 4H

Description:

E/2 E/2 of Section 29, Township 25 South, Range 35 East, NMPM

Well:

Duo Sonic 29 Federal Com. No. 4H API 30-025-43090

The combined project area for these wells include the E/2 E/2 of Section 29, and E/2 E/2 of Section 32, all in Township 25 South, Range 35 East, NMPM, Lea County, New Mexico.

The commingled gas production from the wells detailed above shall be measured and sold at the Targa Resources Corporation gas meter located at Federal Lease NMNM 112973 ("Custody Transfer Point"), located in Unit B, Section 28, Township 25 South, Range 35 East, NMPM, Lea County, New Mexico.

Production from the subject wells shall be determined as follows:

Each well shall be metered separately using allocation meters at the well pad prior to commingling at the Custody Transfer Point.

The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C (2).

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Subsequently drilled wells that produce from the subject pool within the project areas approved by this order may be added to this commingling authority by submittal of a Sundry Notice to the Engineering Bureau in Santa Fe.

The operator shall notify the Hobbs District office of the Division prior to implementation of the commingling operations.

This approval is subject to like approval from Bureau of Land Management and New Mexico State Land Office before commencing commingling operations.

Done at Santa Fe, New Mexico, on March 21, 2017.

DAVID R. CATANACH

Director

DRC/mam

cc: Oil Conservation Division – Hobbs

Bureau of Land Management - Carlsbad

New Mexico State Land Office - Oil, Gas, and Minerals