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



May 17, 2017

ADMINISTRATIVE OFF-LEASE MEASUREMENT ORDER

Administrative Order OLM-116-A Application Reference No. pMAM1713656862

COG Operating, LLC

Attention: Ms. Amanda Avery

COG Operating, LLC (OGRID 229137) is hereby authorized to transport and measure gas production off-lease, from the following wells which produces from the WC-015 G-04 S262625B; Bone Spring Pool (Pool code 98018) in Eddy County, New Mexico:

Lease:

Federal lease NMNM 114965

Description: Entire Section 25, Township 26 South, Range 26 East, Eddy County, New

Mexico

Well:

Horned Owl Federal Well No. 1H 30-015-42484 Horned Owl Federal Well No. 2H 30-015-42485 Horned Owl Federal Well No. 3H 30-015-42502 Horned Owl Federal Well No. 4H 30-015-42486

The project area for these wells comprises the entire Section 25, Township 26 South, Range 26 East, Eddy County, New Mexico.

The commingled gas production from the wells detailed above shall be measured and sold at the Regency gas meter located at Federal Lease NM 119763 ("Custody Transfer Point"), located in Unit O, Section 24, Township 26 South, Range 26 East, NMPM, Eddy County, New Mexico.

All meters for the above-referenced wells shall be physically separated from facilities for other wells, so that production from the above-referenced wells will not be commingled prior to measurement with production from any other wells.

This administrative order supersedes Administrative Order OLM-116, issued on May 15, 2017. The amended order allows for additional wells, and includes entire Section 25.

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

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

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

Done at Santa Fe, New Mexico, on May 17, 2017.

DAVID R. CATANACH

Director

DRC/mam

cc: Oil Conservation Division – Artesia

Bureau of Land Management - Carlsbad