8/15/20/4

TYPE 73

PMAM142314176;

ABOVE THIS LINE FOR DIVISION USE ONLY

#### **NEW MEXICO OIL CONSERVATION DIVISION**

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



#### **ADMINISTRATIVE APPLICATION CHECKLIST**

11	113 CHECKLIST IS WI		ROCESSING AT THE DIVISI			D REGULATIONS
Applic	[DHC-Down	ndard Location] [NSP-N nhole Commingling] [0	CTB-Lease Commingli 5 - Off-Lease Storage]	ng] [PLC-Poo [OLM-Off-Lea	l/Lease Commi	ngling]
		[SWD-Salt Water D	isposal] [IPI-Injection	on Pressure Inc	rease]	-COG-OPERAting
	[EOR-Quai	lified Enhanced Oil Reco	very Certification]	[PPR-Positive F Amend: (	Production Resp CTB-721	-CTB-72+ -COLOPCHATING Donse 22913-
[1]	TYPE OF AP [A]	PPLICATION - Check T Location - Spacing Uni NSL NSP	t - Simultaneous Dedi	[A] Patton 5 cation Patton 5	Fee #6H 30-015	5-39716 5-39640
	Check [B]	One Only for [B] or [C] Commingling - Storage DHC CTB	e - Measurement  PLC PC	□ ols □	] OLM - A	Poul Huke, blumieta eso
	[C]	Injection - Disposal - P  WFX PMX	ressure Increase - Enh SWD IP		C1 y	250
	[D]	Other: Specify				
[2]	NOTIFICAT: [A]	ION REQUIRED TO: -  Working, Royalty			* * *	
	[B]	Offset Operators,	Leaseholders or Surface	e Owner		
	[C]	Application is One	e Which Requires Pub	lished Legal Not	tice	
	[D]	Notification and/o U.S. Bureau of Land Manage	r Concurrent Approva ement - Commissioner of Public L	by BLM or SLO ands, State Land Office	0	
	[E]	For all of the above	e, Proof of Notificatio	n or Publication	is Attached, and	l/or,
	[F]	Waivers are Attac	hed			
[3]		CURATE AND COMP		ON REQUIRE	D TO PROCES	SS THE TYPE
	al is <mark>accurate</mark> a	TION: I hereby certify the nd complete to the best of quired information and no	of my knowledge. I als	o understand tha	at <b>no action</b> will	
	Note	Statement must be complete	ed by an individual with m	anagerial and/or su	pervisory capacity	
Kanicia	Castillo			Land	Regulatory Analyst	07/28/14
	r Type Name	Signature		Title	SECTION ANALYSI	Date
				kcastillo@cor e-mail Address		



August 12, 2014

79 10 19 A 955

New Mexico Oil Conservation Division Richard Ezeanyim 1220 S St. Francis Drive Santa Fe, New Mexico 87505

Re: Surface Commingle Amendment CTB-721

Mr. Ezeanyim,

COG Operating LLC respectfully requests approval for Surface Commingle on our Patton 5 Fee Lease. The CTB is located at the Patton 5 Fee #8H well.

> Patton 5 Fee #6H Eddy County, NM

Surface: 1639' FSL & 200' FWL, Sec. 5

T19S, R26E, Unit L API# 30-015-39716

Patton 5 Fee #7H Eddy County, NM

Surface: 982' FSL & 330' FWL, Sec. 5

T19S, R26E, Unit M API# 30-015-39640

Patton 5 Fee #8H Eddy County, NM

Surface: 380' FSL & 330' FWL, Sec 5

T19S, R26E, Unit M API# 30-015-39641

Consolidating our battery facilities will extend the economic life for these wells and lessen surface disturbance. We will allocate production for the 7H and 8H wells using the Subtraction method. We will continuously meter the #6H well and rotate the 7H and 8H wells between a test separator and production separator. When the 7H is producing into the test separator, the 8H will be producing into a 2-phase production separator and vice versa. The production for the well not being metered will be determined by taking the total daily production from the tank battery and subtracting the metered volumes producing through the test separators.

This Battery has diverse ownership for one well going into that facility. Wells #7H and 8H have common ownership. These wells will be producing from the Atoka; Glorieta - Yeso, 3250. I have attached two months of production data, a diagram of the battery facility, a map showing the well locations and the location of the CTB, admin checklist, and notice to all interest owners and publication.

Please contact me at 432-685-4332 should you have any questions.

Sincerely,

Kanicia Castillo

Lead Regulatory Analyst COG Operating, LLC

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

E-MAIL ADDRESS: kcastillo@concho.com

District IV 1220 S. St Francis Dr, Santa Fe, NI

1220 S. St Francis Dr, Santa Fe, NM 87505 State of New Mexico
Energy, Minerals and Natural Resources Department

y, Minorals and Matara Resources Department

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.

Form C-107-B

Revised August 1, 2011

APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP) COG Operating LLC **OPERATOR NAME:** OPERATOR ADDRESS: One Concho Center, 600 West Illinois Ave, Midland, Texas 79701 APPLICATION TYPE: ☐ Pool Commingling ☐ Pool and Lease Commingling ☐ Pool and Lease Commingling ☐ Off-Lease Storage and Measurement (Only if not Surface Commingled) □ Federal LEASE TYPE: □ Fee ☐ State 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 Gravities / BTU of Calculated Gravities / Calculated Value of Non-Commingled (1) Pool Names and Codes BTU of Commingled Volumes Commingled Production Production Production (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. Atoka; Glorieta-Yeso, 3250 (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? (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: TITLE: Lead Regulatory Analyst DATE: <u>7/28/14</u> TYPE OR PRINT NAME Kanicia Castillo TELEPHONE NO.: 432-685-4332

#### **Affidavit of Fact**

STATE OF TEXAS

Ş

COUNTY OF MIDLAND

8

Affiant on oath swears that the following statements are true:

My name is Stuart A. Dirks. I am a Landman for COG Operating LLC. I am familiar with the ownership of the Patton 5 Fee No. 7H (API 30-015-39640) and the Patton 5 Fee No. 8H (API 30-015-39641), both of which are situated in Section 5, Township 19 South, Range 26 East, Eddy County, New Mexico. I hereby confirm that the working interests and royalty interests in these wells are common.

**Affiant** 

tuart A. Dirks

SUBCRIBED AND SWORN TO before me on the 12th day of August, 2014.

Notary Public, State of Pexas

STATE OF TEXAS

§

COUNTY OF MIDLAND §

This instrument was acknowledged before me on this 12<sup>th</sup> day of August, 2014, by Jennifer Jo George, Notary Public for the State of Texas.

JENNIFER JO GEORGE
Notary Public, State of Texas
My Commission Expires
February 20, 2016

DISTRICT I
1625 N French Dr. Hobbs, NM 88240
Phone (373) 393-6161 Fax (575) 393-0720
DISTRICT II
811 S First St. Artesus, 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 Fc, NM 87505
Phone (505) 476-3460 Fax (505) 476-3462

160

# State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

DAMENDED REPORT

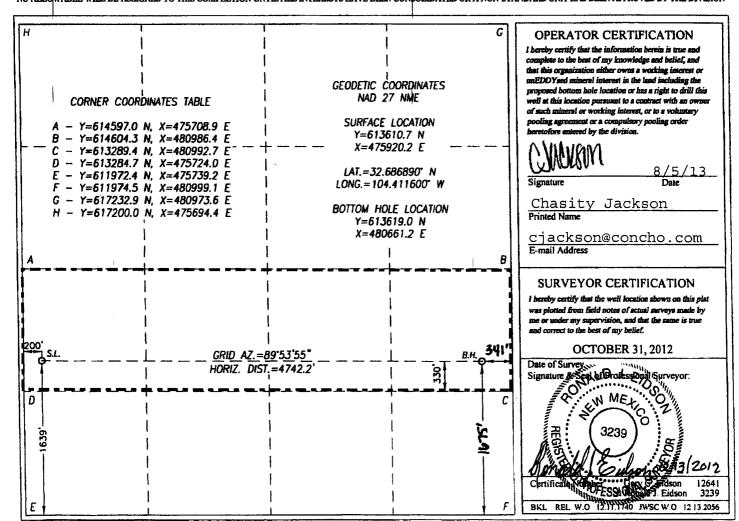
#### WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-39716	Pool Code	Pool Code         Pool Name           3250         ATOKA; GLORIETA-Y		
Property Code 38945	Prope	arty Name  DN 5 FEE	Well Number 6H	
OGRID No 229137	Open COG OPER	Elevation 3364		

#### Surface Location

		D - 11 - 11 - 1							
Bottom Hole Location If Different From Surface									
Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
19-S	26-E		1675	SOUTH	341	EAST	EDDY		
	19-S	19-S 26-E	19-S 26-E	<b>19-S 26-E</b> 1675	19-S 26-E 1675 SOUTH	19-S 26-E 1675 SOUTH 341	19-S 26-E 1675 SOUTH 341 EAST		

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



DISTRICT 1
1025 N Procch Dr., Hobbs, NM 80340
Plants (273) 993-0161 Faz (273) 393-0730
DISTRICT 11
11 3 Feet S., Annata, NM 80210
DISTRICT 10
1000 Nu Bessen Rend, Autor, NM 87410
Plants (203) 334-6170 Feet (203) 334-6170
DISTRICT UI
1200 S. Pepercy, Dr., Santa, Fr., NM 87410
Plants (203) 334-6170 Feet (203) 324-6170
DISTRICT UI
1200 S. Pepercy, Dr., Santa, Fr., NM 87400
Plants (203) 474-5400 Feet (203) 476-5402

160

## State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

DAMENDED REPORT

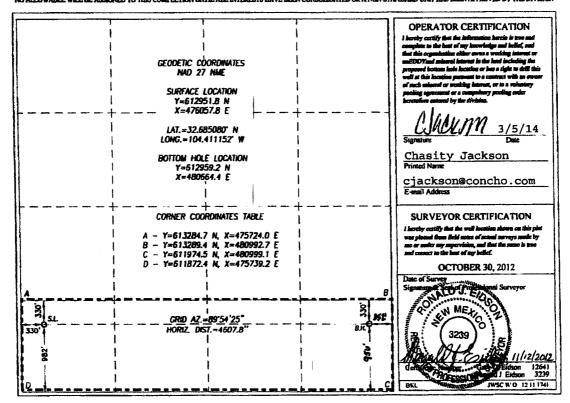
#### WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Puol Cude	Puol Nume	-Yeso	
30-015-39640	3 2 5 0	Atoka;Glorieta-		
Property Code	Proper	Weli Number		
38929	PATTO	7FI		
OGRID №	•	w Name	Elevation	
229137		ATING, LLC	3363	

#### Surface Location

UL or let No. M.	Section 5	Township 19-S	Range 26-E	Lot Idn	Feat from the 982	North/South line SOUTH	Feet from the 330	East/West line WEST	County EDDY	
Bottom Hole Location IT Different From Surface										
UL or lot No.	Section	Township	Range	Lot ida	Feet from the	North/South line	Feet from the	East/West line	County	
P	5	19-S	26-E		956	SOUTH	352	EAST	EDDY	
Parliment Acres   Joint or Infill   Consolidation Code   Order No.										

#### NO ALLOWABLE WILL BE ASSICNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A MON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



DISTRICT 1
1623 N. French Dr., Hobbs, NM 88240
Fhore: (775) 393-6161 Faz: (375) 393-0720
DISTRICT 18
11 S. Fers St., America, NM 88210
Flance, (373) 748-1283 Faz: (575) 748-9720
DISTRICT 18
1000 Ris Bernor Road, Astec., NM 87410
Flance, (305) 334-6178 Faz: (505) 334-6170
DISTRICT W.
1270 S. S. Frances Dr., Sanin Pc, NM 87505
Fhore: (305) 478-3460 Faz: (303) 475-346

## State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

DAMENDED REPORT

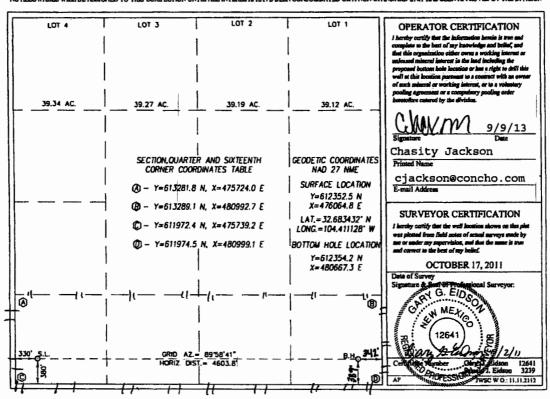
#### WELL LOCATION AND ACREAGE DEDICATION PLAT

	API Number	Paol Code	Pool Name			
3	30-015-39641 3250		Atoka; Glorieta	Yeso		
P	roperty Code	Propo	Well Number			
3	38929	PATTO	8H			
	OGRID No.	Open	Elevation			
22	29137	COG OPER	3363'			

#### Surface Location

					D4140 1000	1011			
UL or lot No.	Section	Township 19-S	Range 26-E	Lot Idn	Feet from the 380	North/South line SOUTH	Feet from the 330	East/West line   WEST	County
				Bottom Hol		erent From Surface		1	
UL or lot No. P	Section 5	Township 19-S	Range 26-E	Lot Idn	Feet from the	North/South line SOUTH	Feet from the 342	East/West line EAST	County
Dedicated Acres	Joint or		onsolidation C	Code Ord	er No.	1 500111	342		

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





### Lakewood Area

## Tank Battery Operational Description Test Method Allocation

#### Summary

The following is a description of the facility operations at a standard tank battery installed in the Lakewood area. The plan of development for this area includes the installation of one tank battery per half section. Each battery will be equipped to handle 4 producing wells from that half section.

#### **Operational Description**

1. Flowlines from producing wells terminate into the test/production header which serves as the inlet to the tank battery. From the header, one well can be put in test while the remaining wells are combined in the production header for separation and storage of produced fluids. The test/production header is illustrated in Figure 1 below. In this diagram, the shaded valves indicate a closed position. Therefore, this illustration shows well "1H" to be in test while the remaining wells are routed to the 2-Phase Separator. Using the valves in the header, any single well can be isolated from the remaining wells and placed into test.

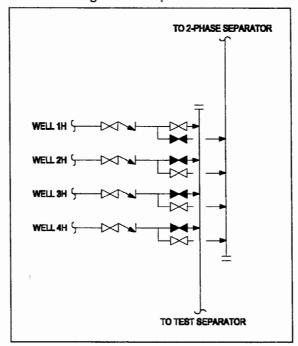


Figure 1: Test/Production Header Diagram

2. The test separator is a 3-phase horizontal separator used for measuring produced fluids from a given well. Separate meters are used for measuring oil, water, and gas from the production well. Turbine meters are used for measuring oil and water flow while an orifice meter is used

Updated: 3/5/12 1



for measuring gas flow. Once the produced fluids have been metered, all three phases are recombined and routed to the 2-phase separator where the well is tied in with the bulk fluids from other wells. A diagram of the test separator is shown in Figure 2 below.

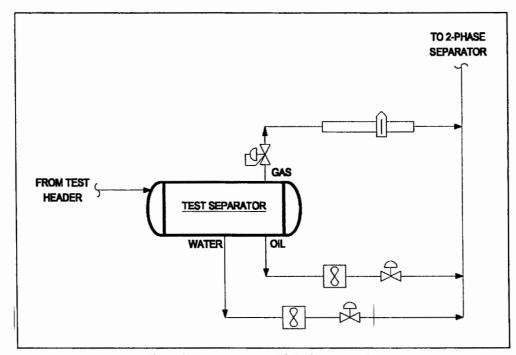


Figure 2: Test Separator with 3-Phase Metering

- 3. The test separator and associated metering devices have been sized for the expected range of fluid rates from the production wells. The sizing and calibration of this equipment ensures accurate measurement of produced fluids from a well in test. When a well is placed in test, it will remain in test for a minimum of 3 days. This allows adequate time for the well to level out and accurate daily production rates to be measured. Each well will be placed in test once a month at a minimum. Given the number of wells and the duration of well tests, it is likely that each well could be tested as often as 2-3 times per month. Allocation of co-mingled production will be based on average well tests taken during the previous month.
- 4. Fluids from the production header are routed to the 2-Phase Separator where gas and liquids are separated. Gas is sent directly to the gas sales system and liquids are sent to the FWKO for further separation. In addition to providing a means of bulk gas/liquid separation, this vessel also helps to alleviate slugs of fluid which enter the system and would otherwise disrupt the separation process.
- 5. Liquids from the 2-Phase Separator are sent to the Free Water Knock Out (FWKO). The primary function of this vessel is to provide sufficient retention time for oil and water to separate. Water from the FWKO is sent to water storage tanks. Oil from the FWKO is sent to the Heater-Treater for a final stage of polishing and water removal. Any gas that flashes off in this stage of separation is tied directly into the gas sales system.
- 6. Oil from the FWKO is routed to the Heater-Treater wherein heat is applied to help break any remaining emulsions and remove water from the oil stream. Oil from the Heater-Treater is sent

Updated: 3/5/12 2

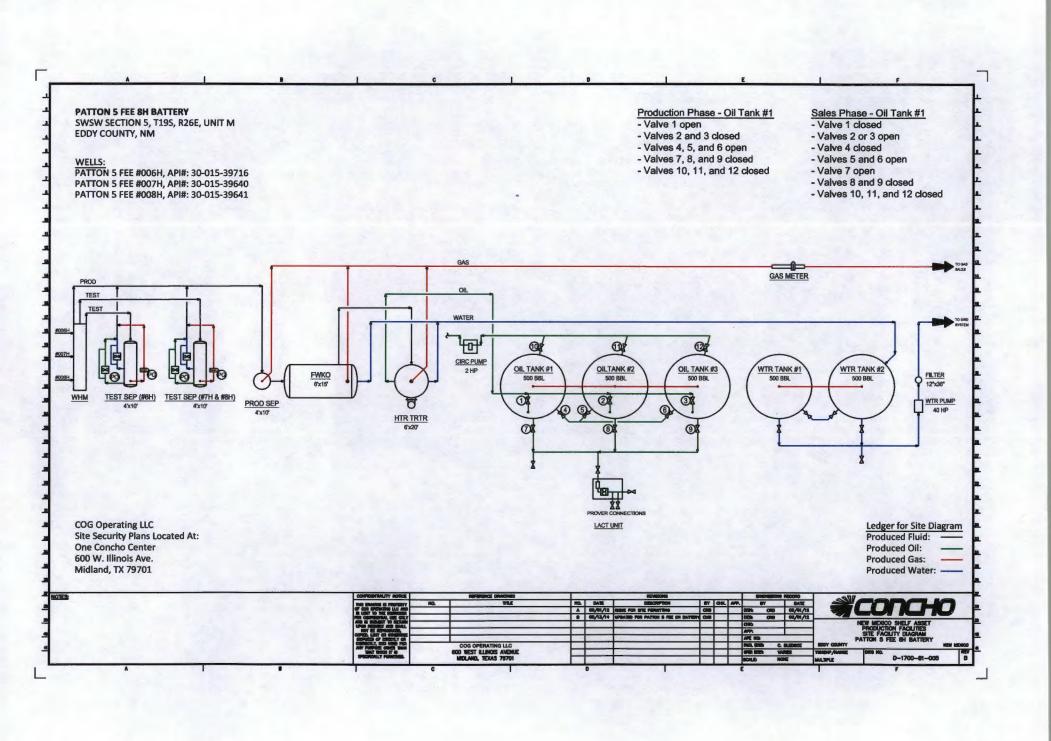


- to the oil storage tanks. Water from the Heater-Treater is tied into the water line from the FWKO going to the storage tanks. Any gas that flashes off in this stage of separation is tied directly into the gas sales system.
- 7. Oil from the Heater-Treater is sent to 500 BBL oil tanks located on site. These tanks allow for storage of oil prior to sales through a pipeline LACT or trucking. Valves are installed on each tank to provide the ability to isolate a tank for sales or to further treat the fluids by circulating back through the separation process. Oil tanks are connected together with a common overflow line that serves to prevent spills caused by over running a single tank.
- 8. Water from the FWKO and Heater Treater is sent to 500 BBL water tanks located on site. These tanks provide water storage prior to being pumped into the salt water disposal (SWD) system. One water tank is used as the primary tank for water handling while the second tank provides overflow protection and operational flexibility. A transfer pump is connected to the water tanks and is operated automatically by the facility PLC based on the level of water in the tanks. This pump discharges into the SWD system which gathers and disposes of produced water.

#### **Attachments**

Process Flow Diagram: Lakewood Area Standard Tank Battery

Updated: 3/5/12 3



*Notices from original CTB-721 application	Patton 5 Fee 8H Battery Notices
Name & Address	Certified Mail #
ALCHEMY TRUST MICHAEL T. GARRETT, JR, TRUSTEE 920 NORTH MAIN STREET CLOVIS, NM 88101	91 7199 9991 7033 2406 7314
ARTESIA OIL & GAS LLC PO BOX 1768 ARTESIA, NM 88211	91 7199 9991 7033 2406 7246
B & G ROYALTIES PO BOX 376 ARTESIA, NM 88211	91 7199 9991 7033 2406 7239
BETTY V DALE, SSP 3072 S ZENOBIA ST DENVER, CO 80236 BLACKBIRD ROYALTIES LLC	91 7199 9991 7033 2406 7451
28 HALEY CIRCLE ROSWELL, NM 88201	91 7199 9991 7033 2406 7444
CONNI SIMONSEN, SSP 3511 GOLDEN ASPEN DR FLOWER MOUND, TX 75028	91 7199 9991 7033 2406 7437
DHA. L.L.C 500 WEST WALL STE 300 MIDLAND, TX 79701	91 7199 9991 7033 2406 7420
ELYSE SAUNDERS PATTERSON TRUSTS INVESTMENT LLC C/O FARMERS NATIONAL COMPANY AGENT P O BOX 3480 OIL AND GAS DEPT OMAHA, NE 68103-0480	91 7199 9991 7033 2406 7413
ESTATE OF GERALDEAN C JOHNSON ROBERT JOHNSON PR 2877 JOHNSON ROAD ARTESIA, NM 88210	91 7199 9991 7033 2406 7406
GOOD EARTH MINERALS LLC PO BOX 1090 ROSWELL, NM 88202-1090	91 7199 9991 7033 2406 7390
GRAHAM FAMILY INVESTMENTS LLC P O BOX 1835 ROSWELL, NM 88202	91 7199 9991 7033 2406 7383
HERMAN RANDALL JOHNSON, SSP 2706 W. MISSOURI ARTESIA, NM 88210	91 7199 9991 7033 2406 7208

*Notices from original CTB-721 application	Patton 5 Fee 8H Battery Notices
JERRY WAYNE GUSHWA, SSP 708 WEST KILPATRICK MINEOLA, TX 75773	91 7199 9991 7033 2406 7369
JOE LINDALL JOHNSON, SSP 1605 SOUTH 21ST ARTESIA, NM 88210	91 7199 9991 7033 2406 7352
JOHNSON FARMS LLC 202 ESPUELA RD LAKE ARTHUR, NM 88253	91 7199 9991 7033 2406 7345
JUDY GUSHWA SINGLETERRY, SSP PO BOX 5071 HOBBS, NM 88241	91 7199 9991 7033 2406 7338
KATHY RADENE GUSHWA FULLER, SSP 4509 100TH STREET LUBBOCK, TX 79424	91 7199 9991 7033 2406 7321
KAYLA A. PRATT & J. CARL PRATT JTWROS 1086 CURRY ROAD G CLOVIS, NM 88101	91 7199 9991 7033 2406 7222
LARRY JOHN GUSHWA, SSP 2173 HIGHWAY 80 EAST MINEOLA, TX 75773	91 7199 9991 7033 2406 7468
LINDA JOAN ROCKWELL, SSP 206 CR 2336 MINEOLA, TX 75773	91 7199 9991 7033 2406 7017
MARSHALL & WINSTON, INC. P.O. BOX 50880 MIDLAND, TX 79710-0880	91 7199 9991 7033 2406 7024
MARTHA BETH FOTOPULOS, SSP 1111 MITCHELL STREET CLOVIS, NM 88101	91 7199 9991 7033 2406 7031
MARY A MELTON JOHNSON 706 W RUNYAN ARTESIA, NM 88210	91 7199 9991 7033 2406 7048
MARY KAY MCCOLLUM, SSP 2109 CENTRE AVE ARTESIA, NM 88210	91 7199 9991 7033 2406 7055

*Notices from original CTB-721 application	Patton 5 Fee 8H Battery Notices
MATLOCK MINERALS LTD CO PO BOX 1090 ROSWELL, NM 88202-1090	91 7199 9991 7033 2406 7505
NORA HELEN MCCAW, SSP 210 CROSSBOW ROAD ARTESIA, NM 88210	91 7199 9991 7033 2406 7499
OXY Y-1 COMPANY P O BOX 27570 HOUSTON, TX 77227	91 7199 9991 7033 2406 7482
PATRICIA IRENE LOEWENSTEIN, SSP 12210 AUTUMN VISTA SAN ANTONIO, TX 78249	91 7199 9991 7033 2406 7475
RETA CLEO GOSSETT, SSP 4498 RD 6 NW EPHRATA, WA 98823	91 7199 9991 7033 2406 7062
ROSS DUNCAN PROPERTIES LLC PO BOX 647 ARTESIA, NM 88211	91 7199 9991 7033 2406 7079
ROY DALE GUSHWA, SSP 304 LAKESIDE PLACE MINEOLA, TX 75773	91 7199 9991 7033 2406 7086
SARAH E BUTLER-BROSMER REV TR DTD 7/3/96 SARAH E. BUTLER, TRUSTEE 11808 PHOENIX AVE NE ALBUQUERQUE, NM 87112	91 7199 9991 7033 2406 7093
SCOTT E PETERSON 17342 GOLDEN WEST ST HUNTINGTON BEACH, CA 92647	91 7199 9991 7033 2406 7109
SHARON JUNE SQUIER, SSP 7001 UTICA AVE, APT 403 LUBBOCK, TX 79424	91 7199 9991 7033 2406 7116
TOLES-COM-LTD LLC PO BOX 1300 ROSWELL, NM 88202	91 7199 9991 7033 2406 7123
VIRGINIA H GUSHWA, LIFE TENANT 12910 NE 50TH AVE VANCOUVER, WA 98686	91 7199 9991 7033 2406 7130

*Notices from original CTB-721 application	Patton 5 Fee 8H Battery Notices
WALT ISAAC BUTLER 8100 PALO DURO AVE NE ALBUQUERQUE, NM 87110	91 7199 9991 7033 2406 7147
WANDA MARIE HUNT, SSP 242 HILLVIEW DR HORSE CAVE, KY 42749	91 7199 9991 7033 2406 7154
Wilke Ltd. Co. P. O. Box 1653 Artesia, NM 88210-1653	91 7199 9991 7033 2406 7161
WILLIAM I JOHNSON & LORETTA JOHNSON 202 ESPUELA RD LAKE ARTHUR, NM 88253	91 7199 9991 7033 2406 7178
WILLIAM ISAAC JOHNSON, SSP 202 ESPUELA RD LAKE ARTHUR, NM 88253	91 7199 9991 7033 2406 7185
YATES PETROLEUM CORP 105 SOUTH FOURTH STREET ARTESIA, NM 88210	91 7199 9991 7033 2406 7192
DARRELL RAY GREEN 9001 LACY ROAD GRAFORD, TX 76449	91 7199 9991 7033 2406 7291
JAMES E. (EDDIE) CORLEY, SSP 308 OSAGE DRIVE LOGAN, NM 88246	91 7199 9991 7033 2406 7284
JERRY PAUL GREEN 1101 CR 213 BRECKENRIDGE, TX 76424	91 7199 9991 7033 2406 7277
JESSE BRETT JOHNSON, SSP 2801 RICHMOND ROAD, APT 55 TEXARKANA, TX 75503	91 7199 9991 7033 2406 7260
ROBERT L. GREEN, SSP 36 MAISONS DR LITTLE ROCK, AR 72223	91 7199 9991 7033 2406 7253
WAYLON NEAL JOHNSON, SSP 1321 UPLAND DR. #3911 HOUSTON, TX 77043	91 7199 9991 7033 2406 7307

HOUSTON, TX 77043

#### LEGAL NOTICE

COG Operating, LLC is applying to surface commingle four oil wells to a central tank battery in Eddy County, New Mexico. The central tank battery is located at the Patton 5 Fee #8H well. The three wells, details, and locations are the following:

Patton 5 Fee #6H, located in the southwest quarter of section 5, T19S, R26E, Unit L, 1639'FSL & 200'FWL.

Patton 5 Fee #7H, located in the southwest quarter of section 5, T19S, R26E, Unit M, 982'FSL 330'FWL

Patton 5 Fee #8H, located in the southwest quarter of section 5, T19S, R26E, Unit M, 380'FSL & 330'FWL.

Interested parties must file objections or requests for hearing with the New Mexico Oil Conservation Division, 1220 South Saint Francis Dr., Santa Fe, NM 87505 within 20 days. Additional information can be obtained by contacting Kanicia Castillo, COG Operating LLC, One Concho Center, 600 W Illinois Ave, Midland, TX 79701. Phone number is 432-685-4332.

Published in the Artesia Daily Press, Artesia, N.M., June 13 2014 Legal No. 23029

Daily Prod Entity							
Name	Prod Date	Oil Volume	Oil Prod 30 Day Avg	Gas Volume	Gas 30 Day Average		Water 30 Day Avg
PATTON 5 FEE #6H	04/30/2014	148.0200	140.68	199.6200	209.06	335.8200	414.45
PATTON 5 FEE #6H	04/29/2014	132.8600	138.63_	179.5900	208.25	304.5100	416.20
PATTON 5 FEE #6H	04/28/2014	148.0600	137.40	202.0800	208.14	351.8500	420.56
PATTON 5 FEE #6H	04/27/2014	140.4800	135.42	190.4800		331.3500	423.59
PATTON 5 FEE #6H	04/26/2014	140.7800	133.86	179.2400	208.06	299.2900	427.87
PATTON 5 FEE #6H	04/25/2014	114.5700	132.58	168.6900		300.0400	433.70
PATTON 5 FEE #6H	04/24/2014	140.6800	131.34	196.2400	210.70	295.9600	436.60
PATTON 5 FEE #6H	04/23/2014	127.3800	130.27	194.3300	211.72	300.8400	442.00
PATTON 5 FEE #6H	04/22/2014	128.2900	128.94	170.0700		285.0400	447.95
PATTON 5 FEE #6H	04/21/2014	151.5300	127.84	184.6600		342.1500	453.78
PATTON 5 FEE #6H	04/20/2014	192.1400	125.59	198.1500		433.5800	457.49
PATTON 5 FEE #6H	04/19/2014	111.9100	122.31	205.4000		491.1200	458.74
PATTON 5 FEE #6H	04/18/2014	92.2500	121.70	197.6500		499.5200	458.68
PATTON 5 FEE #6H	04/17/2014	142.9700	121.58	205.4300		498.5500	457.58
PATTON 5 FEE #6H	04/16/2014	126.8800	119.64	201.1900	217.74	443.9300	456.89
PATTON 5 FEE #6H	04/15/2014	134.2500	118.94	226.3100		482.5700	459.43
PATTON 5 FEE #6H	04/14/2014	117.6900	117.72	197.8100	218.29	418.7800	460.13
PATTON 5 FEE #6H	04/13/2014	132.8000	116.89	231.9400	218.68	492.9200	463.49
PATTON 5 FEE #6H	04/12/2014	129.1700	115.71	216.0400	218.27	604.0400	464.45
PATTON 5 FEE #6H	04/11/2014	90.9800	115.02	221.6400	218.39	410.2800	459.91
PATTON 5 FEE #6H	04/10/2014	104.5800	115.02	246.0300	217.90	470.8900	460.50
PATTON 5 FEE #6H	04/09/2014	12.8600	114.69	241.0100	217.06	435.1300	458.59
PATTON 5 FEE #6H	04/08/2014	128.5300	116.76	233.1200	215.80	490.4600	458.11
PATTON 5 FEE #6H	04/07/2014	68.6200	115.44	190.0800	213.18	472.0200	460.96
PATTON 5 FEE #6H	04/06/2014	126.5900	116.40	250.3300	212.06	505.1400	464.84
PATTON 5 FEE #6H	04/05/2014	68.8400	116.16	231.3200	209.30	531.8600	466.58
PATTON 5 FEE #6H	04/04/2014	23.6000	117.81	230.6100	207.88	516.4300	468.73
PATTON 5 FEE #6H	04/03/2014	132.5700	120.57	242.4400	205.88	452.8200	470.81
PATTON 5 FEE #6H	04/02/2014	782.3900	120.22	263.0000	203.28	297.0000	475.70
PATTON 5 FEE #6H	04/01/2014	128.1400	97.48	177.1700	199.57	339.5200	487.37
PATTON 5 FEE #6H	03/31/2014	86.5000	96.59	175.3800	198.65	388.4500	496.96
PATTON 5 FEE #6H	03/30/2014	95.9200	99.65	176.4500	197.93	435.1300	505.72
PATTON 5 FEE #6H	03/29/2014	88.6000	96.98	169.2800	197.35	443.0300	513.37
PATTON 5 FEE #6H	03/28/2014	93.9200	97.21	220.9200	196.49	459.5900	518.92
PATTON 5 FEE #6H	03/27/2014	102.2400	97.57	234.1900	193.92	474.2700	524.58
PATTON 5 FEE #6H	03/26/2014	77.5100	97.03	192.9500	190.60	386.9500	528.38
PATTON 5 FEE #6H	03/25/2014	108.3400	97.72	226.6600	189.04	458.0900	536.77
PATTON 5 FEE #6H	03/24/2014	87.6100	97.25	228.8100	187.36	479.1700	543.79
PATTON 5 FEE #6H	03/23/2014	95.1500	97.52	224.8700	184.97	459.9700	551.56
PATTON 5 FEE #6H	03/22/2014	84.1700	97.36	220.2100	182.38	453.5700	559.54
PATTON 5 FEE #6H	03/21/2014	93.5900	100.08	218.7700	180.05	470.8900	570.96
PATTON 5 FEE #6H	03/20/2014	93.7000	99.60	226.6600	176.93	489.3300	587.65
PATTON 5 FEE #6H	03/19/2014	88.7200	101.28	202.6300	173.43	466.7500	602.71

Patton 5 Fee 6H March / April Production Data

PATTON 5 FEE #6H	03/18/2014	84.7200	102.26	214.4700	170.15	477.6600	614.43
PATTON 5 FEE #6H	03/17/2014	105.7900	103.94	225.9500	166.93	520.2000	628.19
PATTON 5 FEE #6H	03/16/2014	97.8000	104.42	218.0500	163.21	503.6300	639.64
PATTON 5 FEE #6H	03/15/2014	92.6400	105.45	209.4700	159.83	519.3700	652.53
ATTON 5 FEE #6H	03/14/2014	97.4400	107.27	219.5600	156.99	521.7600	669.17
ATTON 5 FEE #6H	03/13/2014	108.6700	108.06	219.6400	153.86	467.9400	681.20
ATTON 5 FEE #6H	03/12/2014	90.8800	109.27	206.8800	150.30	427.8700	698.63
ATTON 5 FEE #6H	03/11/2014	94.5000	111.04	220.8900	147.13	413.6100	718.89
ATTON 5 FEE #6H	03/10/2014	75.1000	112.04——	203.2700	143.50	420.8500	736.38
ATTON 5 FEE #6H	03/09/2014	89.0000	114.37	154.4400	140.62	575.9400	753.84
ATTON 5 FEE #6H	03/08/2014	97.3600	116.43	156.4000	139.64	588.2800	766.88
ATTON 5 FEE #6H	03/07/2014	119.5300	118.01	167.6900	138.16	557.3900	779.70
PATTON 5 FEE #6H	03/06/2014	118.1800	119.00	188.8300	136.16	596.3900	792.81
ATTON 5 FEE #6H	03/05/2014	106.4700	120.54	170.3800	133.14	578.8100	799.39
ATTON 5 FEE #6H	03/04/2014	121.9100	121.44	164.4400	130.67	599.7000	802.65
ATTON 5 FEE #6H	03/03/2014	100.4400	123.26	151.6500	128.35	647.0900	802.82
ATTON 5 FEE #6H	03/02/2014	101.2300	124.86	149.8300	126.23	627.2200	801.08
PATTON 5 FEE #6H	03/01/2014	178.5100	125.54	153.5400	123.40	651.0000	800.80
PATTON 5 FEE #6H PATTON 5 FEE #6H	03/10/2014 03/09/2014 03/08/2014 03/07/2014 03/06/2014 03/05/2014 03/04/2014 03/03/2014 03/02/2014	75.1000 89.0000 97.3600 119.5300 118.1800 106.4700 121.9100 100.4400 101.2300	112.04—114.37 116.43 118.01 119.00 120.54 121.44 123.26 124.86	203.2700— 154.4400 156.4000 167.6900 188.8300 170.3800 164.4400 151.6500 149.8300	143.50 140.62 139.64 138.16 136.16 133.14 130.67 128.35 126.23	420.8500 575.9400 588.2800 557.3900 596.3900 578.8100 599.7000 647.0900 627.2200	7 7 7 7 7 8 8 8

Daily Prod Entity							
Name	Prod Date	Oil Volume	Oil Prod 30 Day Avg	Gas Volume G	as 30 Day Average	Water Volume	Water 30 Day Avg
PATTON 5 FEE #8H	04/30/2014	195.1700	133.53	104.1500	96.67	349.3700	327.34
PATTON 5 FEE #8H	04/29/2014	175.1700	129.69	93.7000	95.78	316.8000	325.61
PATTON 5 FEE #8H	04/28/2014	195.2100	126.80	105.4300	95.25	366.0400	326.15
PATTON 5 FEE #8H	04/27/2014	185.2200	123.02	99.3800	94.23	344.7100	325.25
PATTON 5 FEE #8H	04/26/2014	185.6100	119.74	93.5100	94.17	311.3700	325.48
PATTON 5 FEE #8H	04/25/2014	151.0600	116.70	88.0100	94.50	312.1400	327.20
PATTON 5 FEE #8H	04/24/2014	185.4800	114.05	102.3800	94.40	307.9000	326.67
PATTON 5 FEE #8H	04/23/2014	167.9400	111.20	101.3900	94.33	312.9800	328.09
PATTON 5 FEE #8H	04/22/2014	169.1400	108.29	88.7300	94.31	296.5400	329.89
PATTON 5 FEE #8H	04/21/2014	177.2100	105.58	96.8100	94.67	314.2900	331.74
PATTON 5 FEE #8H	04/20/2014	199.8600	102.27	113.8300	94.68	354.9300	332.83
PATTON 5 FEE #8H	04/19/2014	198.0000	98.48	99.9200	94.10	279.2000	333.01
PATTON 5 FEE #8H	04/18/2014	159.2800	94.77	113.9600	94.11	267.4600	336.19
PATTON 5 FEE #8H	04/17/2014	252.9600	92.19	125.8500	93.29	277.9300	339.18
PATTON 5 FEE #8H	04/16/2014	117.1200	86.36	88.8100	92.25	339.7600	342.10
PATTON 5 FEE #8H	04/15/2014	123.9300	85.71	99.9000	92.62	369.3300	344.05
PATTON 5 FEE #8H	04/14/2014	108.6300	84.59	87.3200	92.50	320.5100	344.59
PATTON 5 FEE #8H	04/13/2014	122.5900	83.56	102.3900	92.70	377.2600	345.33
PATTON 5 FEE #8H	04/12/2014	119.2300	81.55	95.3700	93.14	462.3000	345.62
PATTON 5 FEE #8H	04/11/2014	83.9900	81.29	97.8400	94.48	314.0100	350.48
PATTON 5 FEE #8H	04/10/2014	96.5400	81.27	108.6100	95.40	360.3900	359.43
PATTON 5 FEE #8H	04/09/2014	11.8700	81.18	106.3900	96.13	333.0300	367.73
PATTON 5 FEE #8H	04/08/2014	118.6400	84.05	102.9100	96.55	375.3800	377.86
PATTON 5 FEE #8H	04/07/2014	63.3400	83.39	83.9100	98.12	361.2600	384.41
PATTON 5 FEE #8H	04/06/2014	116.8500	84.88	110.5100	100.39	386.6100	391.83
PATTON 5 FEE #8H	04/05/2014	63.5400	85.41	102.1200	102.14	407.0600	397.39
PATTON 5 FEE #8H	04/04/2014	21.7800	87.67	101.8000	104.85	395.2500	403.56
PATTON 5 FEE #8H	04/03/2014	122.3700	90.89	107.0200	106.97	346.5700	409.54
PATTON 5 FEE #8H	04/02/2014	0.0000	91.33	0.0000	108.73	0.0000	417.83
PATTON 5 FEE #8H	04/01/2014	118.2800	95.05	78.2100	113.64	259.8500	439.25
PATTON 5 FEE #8H	03/31/2014	79.8400	94.85	77.4200	115.89	297.3000	451.34
PATTON 5 FEE #8H	03/30/2014	88.5400	98.80	77.8900	118.28	333.0300	462.97
PATTON 5 FEE #8H	03/29/2014	81.7900	96.43	74.7300	120.84	339.0800	473.87
PATTON 5 FEE #8H	03/28/2014	86.7000	97.24	97.5300	123.00	351.7500	482.74
PATTON 5 FEE #8H	03/27/2014	94.3800	98.23	103.3800	124.41	362.9900	491.84
PATTON 5 FEE #8H	03/26/2014	71.5500	98.28	85.1800	125.32	296.1500	499.21
PATTON 5 FEE #8H	03/25/2014	100.0100	99.52	100.0600	127.21	350.6000	510.47
PATTON 5 FEE #8H	03/24/2014	80.8700	99.68	101.0100	129.58	366.7300	520.91
PATTON 5 FEE #8H	03/23/2014	87.8300	100.53	99.2700	131.31	352.0400	532.26
PATTON 5 FEE #8H	03/22/2014	77.6900	101.21	97.2100	132.84	347.1400	543.68
PATTON 5 FEE #8H	03/21/2014	86.3900	101.74	96.5800	135.21	360.3900	557.65
PATTON 5 FEE #8H	03/20/2014	86.4900	109.30	100.0600	136.54	374.5100	550.78
PATTON 5 FEE #8H	03/19/2014	81.8900	112.71	89.4500	140.50	357.2300	555.49

Patton 5 Fee 8H March / April Production Data

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PATTON 5 FEE #8H	03/18/2014	78.2000	115.14	94.6800	143.74	365.5800	558.55
PATTON 5 FEE #8H	03/17/2014	97.6600	118.42	99.7400	147.65	398.1300	562.64
PATTON 5 FEE #8H	03/16/2014	90.2800	120.43	96.2600	151.16	385.4600	565.16
PATTON 5 FEE #8H	03/15/2014	77.6000	123.03	93.4100	154.92	342.7000	568.58
PATTON 5 FEE #8H	03/14/2014	62.4600	126.87	115.7200	159.26	386.1800	575.78
PATTON 5 FEE #8H	03/13/2014	111.4500	130.08	135.5400	162.91	607.9600	579.04
PATTON 5 FEE #8H	03/12/2014	83.2500	132.69	125.4100	165.15	582.5000	576.89
PATTON 5 FEE #8H	03/11/2014	93.7200	136.21	130.4400	167.66	609.3400	576.41
PATTON 5 FEE #8H	03/10/2014	97.9600	138.52	119.0100	170.00	637.0700	573.25
PATTON 5 FEE #8H	03/09/2014	98.8800	141.58	150.0600	173.03	571.7800	569.28
PATTON 5 FEE #8H	03/08/2014	108.1800	144.87	151.9600	175.52	584.0300	567.90
PATTON 5 FEE #8H	03/07/2014	132.8200	147.58	162.9400	177.15	553.3600	566.22
PATTON 5 FEE #8H	03/06/2014	131.3100	149.68	183.4800	178.17	592.0800	565.16
PATTON 5 FEE #8H	03/05/2014	118.3000	152.47	165.5400	177.92	574.6300	559.93
PATTON 5 FEE #8H	03/04/2014	135.4600	153.98	159.7800	176.13	595.3700	574.55
PATTON 5 FEE #8H	03/03/2014	111.6100	156.66	147.3500	174.47	642.4200	584.88
PATTON 5 FEE #8H	03/02/2014	112.4700	158.99	145.5800	172.96	622.6900	593.14
PATTON 5 FEE #8H	03/01/2014	198.3400	160.06	149.1900	170.54	646.3000	602.35

### State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey, Division Director Oil Conservation Division



#### ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-721 Administrative Application Reference No. pMAM1416859513

July 8, 2014

COG Operating LLC

Attention: Kanicia Castillo

COG Operating LLC (OGRID 22937) is hereby authorized to surface commingle oil and gas production from Atoka; Glorieta-Yeso (3250) from the following leases and wells:

Name	API No.	Footages	ULSTR
Patton 5 Fee Well No. 6H	30-015-39716	1639 FSL&200 FWL	L-5-19S-26E
Patton 5 Fee Well No. 7H	30-015-39640	982FS1&330 FWL	M-5-19S-26E
Patton 5 Fee Well No. 8H	30-015-39641	380 FSL&330 FWL	M-5-19S-26E

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Patton 5 Fee Well No. 8H central tank battery (CTB), located in Unit M, of Section 5, Township 19 South, Range 26 East, NMPM, Eddy County, New Mexico.

The oil and gas production from each well shall be continuously measured with allocation meters before commingling with production from other wells. The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C (2) NMAC.

This installation shall be installed and operated in accordance with the applicable Division Rules. It is the responsibility of the producer to notify the transporter of this commingling authority.

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

July 8, 2014 Page 2

Done at Santa Fe, New Mexico, on July 8, 2014.

Jami Bailey Division Director

JB/mam

cc: Oil Conservation Division - Artesia