State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



Brett F. Woods, Ph.D. Deputy Cabinet Secretary

ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-757 Administrative Application Reference No. pMAM1518857664

July 29, 2015

COG OPERATING, LLC

Attention: Ms. Kanicia Castillo

COG Operating, LLC (OGRID 229137) is hereby authorized to surface commingle oil and gas production from Atoka; Glorieta-Yeso Pool (3250) from the following leases and wells:

| Name | API No. | Footages |
|--------------------------|----------------|----------------------|
| ULSTR | | - |
| Pilum 15 Fee Well No. 1H | 30-015-42643 | 2485` FSL & 425` FEL |
| I-16-18S-26E | | • |
| Pilum 15 Fee Well No. 2H | 30-015-42644 | 789` FSL & 450` FEL |
| P-16-18S-26E | | |
| Pilum 15 Fee Well No. 3H | 30-015-pending | 240` FNL & 2310` FEL |
| B-22-18S-26E | | |

The combined project area for these wells include the S/2, and the W/2 NE/4 of Section 15, Township 18 South, Range 26 East, NMPM, Eddy County, New Mexico.

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Pilum 15 Fee Well No. 2H Central Tank Battery (CTB), located one quarter-mile West of the Pilum 15 Fee Well No. 2H, Section 16, Township 18 South, Range 26 East, NMPM, Eddy County, New Mexico.

Oil and gas production shall be allocated with a combination of well testing and metering.

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

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 Artesia District office of the Division prior to implementation of the commingling operations.

Done at Santa Fe, New Mexico, on July 29, 2015.

DAVID R. CATANACH

Director

DRC/mam

cc: Oil Conservation Division - Artesia