

State of New Mexico
Energy, Minerals and Natural Resources Department

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Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-796
Administrative Application Reference No. pMAM1617628684

July 25, 2016

COG Operating, LLC
Attention: Ms. Kanicia Castillo

COG Operating, LLC (OGRID 229137) is hereby authorized to surface commingle oil and gas production from Artesia; Glorieta-Yeso Pool (Pool code: 96830) from the following diversely leases and wells located in Township 17 South, Range 28 East, Eddy County, New Mexico:

Lease: Halberd 27 State Com. Well No. 1H lease
Description: S/2 S/2 of Section 27, Township 17 South, Range 28 East, NMPM
Wells: Halberd 27 State Com. Well No. 1H

Lease: Halberd 27 State Com. Well No. 2H lease
Description: N/2 S/2 of Section 27, Township 17, Range 28 East, NMPM
Well: Halberd 27 State Com. Well No. 2H

Lease: Halberd 27 State Well No. 3H lease
Description: S/2 N/2 of Section 27, Township 17, Range 28 East, NMPM
Well: Halberd 27 State Well No. 3H

Lease: Halberd 27 State Com. Well No. 21H lease
Description: S/2 S/2 of Section 27, Township 17 South, Range 28 East, NMPM
Wells: Halberd 27 State Com. Well No. 21H

The combined project area for these wells include S/2 N/2 and the S/2 of Section 27, Township 17, South, Range 28, East, Eddy County, New Mexico.

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Halberd 27 State Well No. 3H central tank battery (CTB), located in Unit H, of Section 27, Township 17 South, Range 28 East, NMPM, Eddy County, New Mexico.

The oil and gas production from each of the diversely-owned leases shall be separately metered a combination of well testing and metering.

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

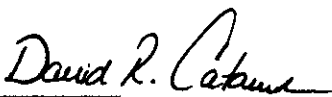
Subsequently drilled wells that produce from the subject pool within the project areas approved by this order may be added to this commingling authority by submittal of a Sundry Notice to the Engineering Bureau in Santa Fe.

Two of the wells in the application share the same project area; however the ownership is diverse in all wells. Therefore, each well is considered a unique lease.

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.

Done at Santa Fe, New Mexico, on July 25, 2016.



DAVID R. CATANACH
Director

DRC/mam

cc: Oil Conservation Division – Artesia
New Mexico State Land Office – Oil, Gas, and Minerals