



New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Harrison H. Schmitt
Cabinet Secretary-Designee

Daniel Sanchez
Acting Division Director
Oil Conservation Division



Surface Commingling Order PC-1232

January 25, 2011

COG Operating, LLC
550 W. Texas Ave., Suite 100
Midland, Texas 79701

Attention: Kanicia Carrillo

COG Operating, LLC. is hereby authorized to surface commingle Harroun Ranch; Delaware, NE Oil Pool (**96878**), and Laguna Salado; Bone Spring Oil Pool (**96721**) oil and gas production from the USP Fee lease and the following wells.

Well Name and Number	API Number	Location
USP Fee Well No. 2	30-015-34430	SHL: D-16-T-23-S, R-29-E BHL: N-9-T-23-S, R-29-E
USP Fee Well No. 3	30-015-37948	SHL: M-9-T-23-S, R-29-E BHL: N-10-T-23-S, R-29-E

All in NMPM, Eddy County, New Mexico

Commingled oil and gas production from the wells detailed above shall be measured and sold at the Central Tank Battery located in (Unit D) of Section 16, Township 23 South, Range 29 East, NMPM, Eddy County, New Mexico.

Oil and gas production from the wells shall be continuously measured with allocation meters before commingling with production from other wells. The allocation meters shall be calibrated semi-annually. The commingled production from the wells is approved for off-lease measurement and sales.

NOTE: This installation shall be installed and operated in accordance with the applicable Division Rules and Regulations. The producer/Operator shall notify the transporter of this commingling authority.

Oil Conservation Division
1220 South St. Francis Drive • Santa Fe, New Mexico 87505
Phone (505) 476-3440 • Fax (505) 476-3462 • www.emnrd.state.nm.us/OCD



FURTHER: The operator shall notify the Artesia district office of the Division prior to implementation of commingling operations.

DONE at Santa Fe, New Mexico, on January 25, 2011.



Daniel Sanchez
Acting Division Director

MEF/re

cc: Oil Conservation Division – Artesia