STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

APPLICATION

COG Operating LLC ("COG" or "Applicant") (OGRID No. 229137), through its undersigned attorneys, files this application with the Oil Conservation Division for an order pooling all uncommitted interests in the Wolfcamp formation underlying a standard 479.62-acre, more or less, horizontal well spacing unit comprised of Lot 2, SW/4 NE/4, W/2 SE/4 of irregular Section 2 (W/2 E/2 equivalent) and the W/2 E/2 of Sections 11 and 14, Township 23 South, Range 32 East, NMPM, Lea County, New Mexico. In support of this application, COG states:

- 1. Applicant is a working interest owner in the proposed horizontal spacing unit and has the right to drill thereon.
- 2. Applicant seeks to initially dedicate the above-referenced horizontal spacing unit to the proposed **Redtail Federal Com 703H** well to be horizontally drilled from a surface location in the NE/4 of Section 2, with a first take point in Lot 2 of irregular Section 2 and the last take point in the SW/4 SE/4 (Unit O) of Section 14.
- 3. Applicant has reached a voluntary agreement with all working interest owners in this proposed unit but seeks a pooling order for certain non-cost-bearing interest owners, including overriding royalty interest owners and record title owners, who have yet to execute the necessary federal and state communitization agreements.

4. The pooling of interests in the proposed unit will allow Applicant to obtain a just and fair share of the oil and gas underlying the subject lands, avoid the drilling of unnecessary wells, will prevent waste, and will protect correlative rights.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on March 7, 2024, and, after notice and hearing as required by law, the Division enter an order:

- A. Pooling certain overriding royalty interest owners and record title owners in the proposed horizontal well spacing unit; and
- B. Designating Applicant as the operator of this spacing unit and the horizontal wells to be drilled thereon.

Respectfully submitted,

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ATTORNEYS FOR COG OPERATING LLC

CASE :

Application of COG Operating LLC for Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order pooling certain non-cost-bearing interest owners in a portion of the Wolfcamp formation underlying a standard 479.62-acre, more or less, horizontal well spacing unit comprised of Lot 2, SW/4 NE/4, W/2 SE/4 of irregular Section 2 (W/2 E/2 equivalent) and the W/2 E/2 of Sections 11 and 14, Township 23 South, Range 32 East, NMPM, Lea County, New Mexico. Applicant seeks to initially dedicate the above-referenced horizontal spacing unit to the proposed Redtail Federal Com 703H well to be horizontally drilled from a surface location in the NE/4 of Section 2, with a first take point in Lot 2 of irregular Section 2 and the last take point in the SW/4 SE/4 (Unit O) of Section 14. Said area is located approximately 25 miles east of Malaga, New Mexico.