

JAMES BRUCE
ATTORNEY AT LAW

POST OFFICE BOX 1056
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone)
(505) 660-6612 (Cell)
(505) 982-2151 (Fax)

jamesbruc@aol.com

RECEIVED OCD

2011 OCT -3 P 11:48

September 30, 2011

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

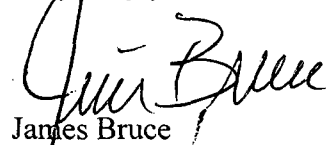
Re: Burnett/COG

Dear Mr. Ezeanyim:

You requested information on how many horizontal wells each party has drilled. Burnett gave you that information. However, COG responded that it operates approximately 175 wells. This is misleading: A search of Division records (set forth in Exhibit A) shows that COG has drilled 53 horizontal wells. Another 48 were drilled by Marbob, not COG, and the remaining wells are not drilled or completed.

In addition, in this part of the Yeso trend Burnett has drilled 12 horizontal wells, while COG has drilled only 3.

Very truly yours,



James Bruce

Attorney for Burnett Oil Co., Inc.
and Hudson Oil Company of Texas

After research, Burnet Oil Co., Inc. has found the following in the New Mexico Oil Conservation Division's records:

There are 176 horizontal well records that query while searching the NMOCD database on COG Operating LLC

- 75 horizontal wells permitted by COG are "new" (not drilled or completed).
- 53 horizontal wells operated by COG were drilled and completed by COG as shown by well completions.
- 48 horizontal wells operated by COG were drilled and completed by Marbob Energy Corp.

Source: NMOCD

http://www.emnrd.state.nm.us/OCD/OCDPermitting/Data/WellSearchResults.aspx?OperatorSearchClause=BeginsWith&ogrid_name=COG&WellSearchClause=BeginsWith&WellNumberSearchClause=Contains&Well_Num_Idn=h&PoolSearchClause=BeginsWith&CancelledAPDs=Exclude&PluggedWells=Exclude

EXHIBIT

A

<u>API</u>	<u>Well Name</u>	<u>Well Number</u>	<u>Current Operator</u>	<u>Original Operator</u>	<u>Status</u>
30-025-39463	GOOD HANDS 15 STATE	#001H	COG OPERATING LLC	COG OPERATING LLC	Active
30-005-27995	TAURUS STATE FEDERAL COM	#002H	COG OPERATING LLC	COG OPERATING LLC	Active
30-005-27975	ANDROMEDA 14 FEDERAL COM	#001H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37101	MOOSE 23 FEDERAL	#002H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-36058	BLITZEN 35 FEDERAL COM	#002H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37547	CLUSTER STATE COM	#001H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37644	MORNING FEDERAL	#001H	COG OPERATING LLC	COG OPERATING LLC	Active
30-025-39540	HIGH PLAINS 22 STATE COM	#001H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37265	WILD CAP STATE	#007H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37879	F.U.N. STATE COM	#001H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37821	MCINTYRE DK FEDERAL	#017H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37927	HEARSE 36 STATE	#001H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37145	NERVOUS HORZ COM	#003H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37904	JR'S HORZ FEDERAL COM	#006H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37682	SHOWSTOPPER 19 FEDERAL	#003H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37284	NOOSE FEDERAL COM	#008H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37415	MYOX 19 FEE COM	#011H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37778	ROCKET FEDERAL COM	#005H	COG OPERATING LLC	COG OPERATING LLC	Active
30-025-39638	PATTERSON B 52 FEDERAL	#003H	COG OPERATING LLC	COG OPERATING LLC	Active
30-005-27999	HERCULES FEDERAL COM	#001H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37497	MYOX 31 STATE COM	#013H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37582	GRAVE DIGGER STATE COM	#002H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37940	MYOX 30 FEE	#010H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-38062	CORSAIR STATE	#002H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-38145	MIRANDA FEDERAL	#019H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-38107	LIZARD POT STATE COM	#001H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37480	SHOWSTOPPER 19 FEDERAL	#006H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37581	WILD CAP STATE	#006H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37832	BIG PAPI FEDERAL COM	#001H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-38225	DIRTY DOZEN STATE COM	#003H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-38244	MARAUDER FEDERAL	#001H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-38246	BOYLES 24	#001H	COG OPERATING LLC	COG OPERATING LLC	Active
30-025-39960	CITATION X FEDERAL COM	#001H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-38257	SRO STATE UNIT	#017H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37146	NERVOUS HORZ COM	#004H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-38318	HAMBONE FEE COM	#002H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-38258	PHANTOM 18 STATE	#002H	COG OPERATING LLC	COG OPERATING LLC	Active

<u>API</u>	<u>Well Name</u>	<u>Well Number</u>	<u>Current Operator</u>	<u>Original Operator</u>	<u>Status</u>
30-015-37636	MOODY 17 FEE COM	#003H	COG OPERATING LLC	COG OPERATING LLC	Active
30-025-39885	MACHO STATE	#002H	COG OPERATING LLC	COG OPERATING LLC	Active
30-025-39951	MAGNUM PRONTO STATE COM	#004H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37607	SEABISCUIT FEDERAL COM	#002H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37836	SHOWSTOPPER 17 FEDERAL COM	#009H	COG OPERATING LLC	COG OPERATING LLC	Active
30-025-39289	PATTERSON B 52 FEDERAL	#004H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-38295	BIRDSEYE 32 STATE	#001H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-38477	BLUE THUNDER 5 FEDERAL	#004H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-38063	CORSAIR STATE	#003H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-38523	DAISY 24 FEE COM	#004H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37423	SRO STATE UNIT	#015H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-36044	BLITZEN 35 FEDERAL COM	#001H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-37416	MYOX 21 STATE COM	#009H	COG OPERATING LLC	COG OPERATING LLC	Active
30-025-40035	AIRCOBRA 12 STATE	#002H	COG OPERATING LLC	COG OPERATING LLC	Active
30-025-40103	STRATOJET 31 STATE COM	#003H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-38981	MYOX 29 STATE	#001H	COG OPERATING LLC	COG OPERATING LLC	Active
30-015-35660	JALAPENO STATE COM	#001H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-36033	Y ENERGY STATE COM	#001H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-36032	WILD CAP STATE	#003H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-35710	IRISH WHISKY FEDERAL	#003H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-36537	NOOSE FEDERAL	#004H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-36430	SHOCKER 20 FEDERAL COM	#001H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-36130	MUNNYNTHABANK STATE	#001H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-36644	MYOX 28 STATE COM	#006H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-025-38865	LEAR STATE	#001H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37034	MYOX 21 STATE COM	#008H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37053	GRAVY STATE COM	#001H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-36750	WILD CAP STATE	#004H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-36559	SHOWSTOPPER 7 FEDERAL COM	#001H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37120	SRO STATE UNIT	#001H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37141	SRO STATE UNIT COM	#002H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-025-38816	BEECHCRAFT FEDERAL	#001H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-025-38866	LEAR STATE	#002H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37185	LIBERATOR FEDERAL COM	#001H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-025-38897	KING AIR FEDERAL	#001H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37163	NOOSE FEDERAL	#006H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37144	WILD CAP STATE COM	#005H	COG OPERATING LLC	MARBOB ENERGY CORP	Active

API	Well Name	Well Number	Current Operator	Original Operator	Status
30-015-37285	NOOSE FEDERAL COM	#007H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-025-38905	KING AIR FEDERAL	#002H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-025-39537	SDL FEDERAL COM	#001H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-36185	WHITE FEDERAL COM	#001H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37374	SHOWSTOPPER 19 FEDERAL COM	#004H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37143	NERVOUS HORZ COM	#002H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37234	WAY SOUTH STATE COM	#001H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-025-39538	SL DEEP FEDERAL	#004H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-025-39484	STEALTH FEDERAL COM	#001H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37422	SRO STATE UNIT COM	#003H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37424	SRO STATE UNIT COM	#004H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37466	CRAIG STATE COM	#001H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37467	SRO STATE UNIT COM	#006H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37468	MYOX 6 STATE COM	#012H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37435	SRO STATE UNIT COM	#007H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37614	OCHO CINCO FEDERAL COM	#001H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37665	GRAVE DIGGER STATE COM	#001H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37425	SRO STATE UNIT COM	#005H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37373	SHOWSTOPPER 19 FEDERAL COM	#005H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37548	SRO STATE UNIT COM	#008H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37256	DOWN SOUTH STATE COM	#004H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37498	GRAHAM NASH STATE COM	#001H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37465	HONEYGRAHAM STATE	#001H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37973	CRYPT 30 STATE	#001H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37427	SRO STATE UNIT	#013H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-37426	SRO STATE UNIT	#014H	COG OPERATING LLC	MARBOB ENERGY CORP	Active
30-015-21066	NOOSE FEDERAL COM	#005H	COG OPERATING LLC	MARBOB ENERGY CORP	Active

*****NOTE: NMOCD website database-----COG Operating has drilled a total of 53 horizontal wells. According to NMOCD COG has 176 records for horizontal wells. However, 75 are New (not drilled or completed).