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

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

**CASE NO. 14490** 

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

**CASE NO. 14491** 

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

**CASE NO. 14492** 

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

**CASE NO. 14493** 

#### **AFFIDAVIT**

STATE OF NEW MEXICO )
) ss.
COUNTY OF SANTA FE )

J. SCOTT HALL, attorney and authorized representative of COG Operating LLC, the Applicant herein, being first duly sworn, upon oath, states that the notice provisions of Rule 19.15.4.12 of the New Mexico Oil Conservation Division have been complied with, that Applicant has caused to be conducted a good-faith, diligent effort to find the correct addresses of all interested persons entitled to receive notice, as shown by Exhibit "A" attached hereto, and that pursuant to Rule 19.15.4.12, notice has been given at the correct addresses or last known addresses provided by such rule.

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 J. SCOTT HALL	<del></del>

SUBSCRIBED AND SWORN to before me this \( \) day of June, 2010.

My Commission Expires: August 12, 2011

### **EXHIBIT A**

Chevron Oil Company, Chevron U.S.A. Inc. 1400 Smith Street, Room 43150 Houston, TX 77002

Attn: Mr. Kevin Stubbs

The Trust Company of Kansas, Trustee of The Dorothy Dell Graeber Trust dated 5/5/78 5151 S. 4<sup>th</sup> Street Leavenworth, KS 66048

Attn: Mr. Michael Goldak

Ram Energy, Inc. 5100 E. Skelly Drive, Suite 650 Tulsa, OK 74135-6559

Attn: Mr. Tully Davis

Range Operating New Mexico, Inc. 100 Throckmorton St., Suite 1200 Fort Worth, TX 76102

Attn: Mr. Bobby Ebeier

Triad Energy Corporation 1616 Voss, Suite 650 Houston, TX 77057

Attn: Mr. Sam Bradshaw



J. SCOTT HALL

Cell: (505) 670-7362 Email: shall@montand.com Reply To: Santa Fe Office

www.montand.com

May 19, 2010

### Certified Mail Return Receipt Requested

Chevron Oil Company, Chevron U.S.A. Inc. 1400 Smith Street, Room 43150 Houston, TX 77002

Attn: Mr. Kevin Stubbs

Re: NMOCD Cases No 14490, 14491, 14492 and 14493; Applications of COG Operating LLC for Compulsory Pooling, Lea County, New Mexico

Dear Mr. Stubbs:

This will advise that COG Operating LLC ("COG") has filed Applications with the New Mexico Oil Conservation Division for orders for the compulsory pooling of all mineral interests underlying each of the 40-acre subdivisions described below in Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico. COG seeks to designate standard 40-acre spacing and proration units for each well and will request the forced pooling of all unjoined interests in any and all formations and or pools developed on 40 acres below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool.

Chevron Oil Co., Chevron U.S.A. Inc. May 19, 2010 Page 2

Also to be considered will be the cost of drilling and completing said wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of COG Operating LLC as operator and a charge for risk involved in drilling the wells. Copies of the Applications are enclosed.

Taylor D No. 2 Well NW/4 SE/4 of Section 9 Township 17 South Range 32 East, NMPM Lea County, New Mexico

Taylor D No. 4 Well SE/4 NE/4 of Section 9 Township 17 South Range 32 East, NMPM Lea County, New Mexico Taylor D No. 3 Well SW/4 NE/4 of Section 9 Township 17 South Range 32 East, NMPM Lea County, New Mexico

Taylor D No. 5 Well NE/4 SE/4 of Section 9 Township 17 South Range 32 East, NMPM Lea County, New Mexico

These applications are set for hearing before a Division Examiner on June 10, 2010, at 8:15 a.m. at the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico. You are not required to attend these hearings, but as an owner of an interest that may be affected, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging these Applications at a later time. If you intend to attend the hearings and present testimony or evidence, you must enter your appearance and serve the Division, counsel for the Applicant, and other parties with a pre-hearing statement at least four business days before the scheduled hearing date in accordance with Division Rule 19.15.4.13 NMAC.

Very truly yours,

MONTGOMERY & ANDREWS, P.A.

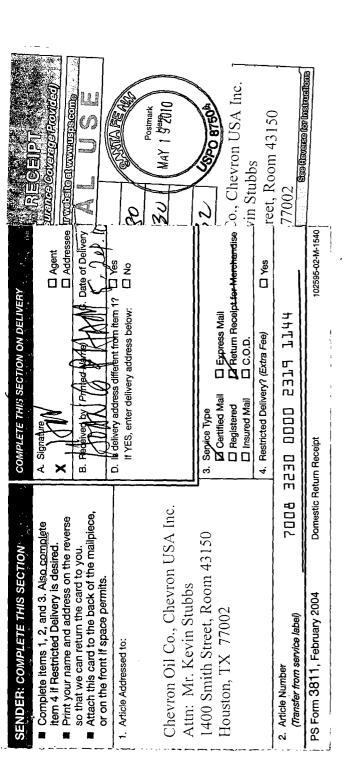
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J. Scott Hall

Attorneys for COG Operating LLC

Chevron Oil Co., Chevron U.S.A. Inc. May 19, 2010 Page 3

JSH:kw Enclosures



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

2010 MAY 11 P 3: 49

IN THE MATTER OF THE APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 14490

### **APPLICATION**

COG Operating LLC by its undersigned attorneys, Montgomery & Andrews, P.A. (J. Scott Hall) hereby makes application pursuant to NMSA 1978 Section 70-2-17 (1995) for an order pooling all interests in all formations developed on a 40-acre basis below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool (44500) underlying the NW/4 SE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, to form a standard 40-acre spacing and proration unit. Applicant would show the Division:

- Applicant owns certain working interests in and under the NW/4 SE/4 of Section
   and has the right to drill thereon.
- 2. Applicant proposes to dedicate the above-referenced pooled unit to its Taylor D Well No. 2 to be drilled from a standard location 1650' from the South line and 1650' from the East line to a depth sufficient to test the Blinebry and Paddock members of the Yeso formation underlying the NW/4 SE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

3. Applicant has been unable to obtain leases or voluntary agreement for pooling or farmout from certain other interest owners in the above-referenced formations underlying the

NW/4 SE/4 of said Section 9.

4. In order to permit the Applicant to obtain its just and fair share of the oil and gas

underlying the subject lands, the mineral interests should be pooled and Applicant should be

designated operator of the well.

5. The pooling of interests will afford the Applicant the opportunity to produce its

just and equitable share of hydrocarbons underlying the spacing unit, will 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 a duly

appointed examiner of the Oil Conservation Division on June 10, 2010 and that after notice and

hearing as required by law, the Division enter its Order pooling the lands and designating

Applicant as operator of the well, including provisions for Applicant to recover its costs of

drilling, equipping and completing the well, its costs of supervision while drilling and after

completion, including overhead charges and providing for adjustments to such rates in

accordance with accepted COPAS accounting procedures, and imposing a 200% risk factor for

the risk assumed by the Applicant in drilling, completing and equipping the well, and making

such other and further provisions as may be proper in the premises.

MONTGOMERY & ANDREWS, P.A.

By:

J. Scott Hall

Attorneys for COG Operating LLC

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Post Office Box 2307

Santa Fe, New Mexico 87504-2307

(505) 982-3873

STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURA PRESOURCES ()
OIL CONSERVATION DIVISION

2010 MAY 11 P 3: 49:

IN THE MATTER OF THE APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 14491

### APPLICATION

COG Operating LLC by its undersigned attorneys, Montgomery & Andrews, P.A. (J. Scott Hall) hereby makes application pursuant to NMSA 1978 Section 70-2-17 (1995) for an order pooling all interests in all formations developed on a 40-acre basis below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool (44500) underlying the SW/4 NE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, to form a standard 40-acre spacing and proration unit. Applicant would show the Division:

- 1. Applicant owns certain working interests in and under the SW/4 NE/4 of Section 9, and has the right to drill thereon.
- 2. Applicant proposes to dedicate the above-referenced pooled unit to its Taylor D Well No. 3 to be drilled from a standard location 2210' from the North line and 1650' from the East line to a depth sufficient to test the Blinebry and Paddock members of the Yeso formation underlying the SW/4 NE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

farmout from certain other interest owners in the above-referenced formations underlying the

SW/4 NE/4 of said Section 9.

4. In order to permit the Applicant to obtain its just and fair share of the oil and gas

underlying the subject lands, the mineral interests should be pooled and Applicant should be

designated operator of the well.

5.

The pooling of interests will afford the Applicant the opportunity to produce its

just and equitable share of hydrocarbons underlying the spacing unit, will 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 a duly

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Applicant as operator of the well, including provisions for Applicant to recover its costs of

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MONTGOMERY & ANDREWS, P.A.

By:

J. Scott Hall

Attorneys for COG Operating LLC

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# STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES (ED. OC.) OIL CONSERVATION DIVISION

2010 MAY 11 P 3: 49

IN THE MATTER OF THE APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 14492

### **APPLICATION**

COG Operating LLC by its undersigned attorneys, Montgomery & Andrews, P.A. (J. Scott Hall) hereby makes application pursuant to NMSA 1978 Section 70-2-17 (1995) for an order pooling all interests in all formations developed on a 40-acre basis below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool (44500) underlying the SE/4 NE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, to form a standard 40-acre spacing and proration unit. Applicant would show the Division:

- 1. Applicant owns certain working interests in and under the SE/4 NE/4 of Section 9, and has the right to drill thereon.
- 2. Applicant proposes to dedicate the above-referenced pooled unit to its Taylor D Well No. 4 to be drilled from a standard location 2120' from the North line and 475' from the East line to a depth sufficient to test the Blinebry and Paddock members of the Yeso formation underlying the SE/4 NE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

farmout from certain other interest owners in the above-referenced formations underlying the

SE/4 NE/4 of said Section 9.

In order to permit the Applicant to obtain its just and fair share of the oil and gas

underlying the subject lands, the mineral interests should be pooled and Applicant should be

designated operator of the well.

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MONTGOMERY & ANDREWS, P.A.

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Attorneys for COG Operating LLC

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

2010 MAY 11 P 3: 49

IN THE MATTER OF THE APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 14493

### <u>APPLICATION</u>

COG Operating LLC by its undersigned attorneys, Montgomery & Andrews, P.A. (J. Scott Hall) hereby makes application pursuant to NMSA 1978 Section 70-2-17 (1995) for an order pooling all interests in all formations developed on a 40-acre basis below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool (44500) underlying the NE/4 SE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, to form a standard 40-acre spacing and proration unit. Applicant would show the Division:

- 1. Applicant owns certain working interests in and under the NE/4 SE/4 of Section 9, and has the right to drill thereon.
- 2. Applicant proposes to dedicate the above-referenced pooled unit to its Taylor D Well No. 5 to be drilled from a standard location 1650' from the South line and 330' from the East line to a depth sufficient to test the Blinebry and Paddock members of the Yeso formation underlying the NE/4 SE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

farmout from certain other interest owners in the above-referenced formations underlying the

NE/4 SE/4 of said Section 9.

4. In order to permit the Applicant to obtain its just and fair share of the oil and gas

underlying the subject lands, the mineral interests should be pooled and Applicant should be

designated operator of the well.

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MONTGOMERY & ANDREWS, P.A.

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J. Scott Hall

Attorneys for COG Operating LLC

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(505) 982-3873



J. SCOTT HALL

Cell: (505) 670-7362 Email: shall@montand.com Reply To: Santa Fe Office

www.montand.com

May 19, 2010

## Certified Mail Return Receipt Requested

The Trust Company of Kansas, Trustee of The Dorothy Dell Graeber Trust dated May 5, 1978 5151 S. 4<sup>th</sup> Street Leavenworth, KS 66048

Attn: Mr. Michael Goldak

Re: NMOCD Cases No 14490, 14491, 14492 and 14493; Applications of COG Operating LLC for Compulsory Pooling, Lea County, New Mexico

Dear Mr. Goldak:

This will advise that COG Operating LLC ("COG") has filed Applications with the New Mexico Oil Conservation Division for orders for the compulsory pooling of all mineral interests underlying each of the 40-acre subdivisions described below in Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico. COG seeks to designate standard 40-acre spacing and proration units for each well and will request the forced pooling of all unjoined interests in any and all formations and or pools developed on 40 acres below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool.

The Trust Company of Kansas May 19, 2010 Page 2

Also to be considered will be the cost of drilling and completing said wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of COG Operating LLC as operator and a charge for risk involved in drilling the wells. Copies of the Applications are enclosed.

Taylor D No. 2 Well NW/4 SE/4 of Section 9 Township 17 South Range 32 East, NMPM Lea County, New Mexico Taylor D No. 3 Well SW/4 NE/4 of Section 9 Township 17 South Range 32 East, NMPM Lea County, New Mexico

Taylor D No. 4 Well SE/4 NE/4 of Section 9 Township 17 South Range 32 East, NMPM Lea County, New Mexico Taylor D No. 5 Well NE/4 SE/4 of Section 9 Township 17 South Range 32 East, NMPM Lea County, New Mexico

These applications are set for hearing before a Division Examiner on June 10, 2010, at 8:15 a.m. at the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico. You are not required to attend these hearings, but as an owner of an interest that may be affected, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging these Applications at a later time. If you intend to attend the hearings and present testimony or evidence, you must enter your appearance and serve the Division, counsel for the Applicant, and other parties with a pre-hearing statement at least four business days before the scheduled hearing date in accordance with Division Rule 19.15.4.13 NMAC.

Very truly yours,

MONTGOMERY & ANDREWS, P.A.

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J. Scott Hall

Attorneys for COG Operating LLC

The Trust Company of Kansas May 19, 2010 Page 3

JSH:kw Enclosures

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A. Signature  A. Signature  A. Signature  A. Signature  A. Signature  A. Signature  Addressee  B. Received by ( Printed Name)  C. Date of Delivéiry  A. A. A. A. A.  D. is delivery address different from item 1?   If YES, enter delivery address below:   If YES, enter delivery address below:   If YES, enter delivery address below:   If No	e Type striffed Mail glistered ured Mail cted Delivery
SENDER: COMPLETE THIS SECTION  Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  Print your name and address on the reverse so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.  Article Addressed to:  Trust Company of Kansas, Trustee	Dorothy D. Graeber Trust of 5-5-78.  Attn: Mr. Michael Goldak 5151 S. $4^{th}$ Street Leaven worth, KS  Cool of Record Mansher from service label) PS Form 3811, February 2004 Domestic Return Receipt

STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES
OIL CONSERVATION DIVISION
2010 MAY 11 P 3: 49

IN THE MATTER OF THE APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 14490

### **APPLICATION**

COG Operating LLC by its undersigned attorneys, Montgomery & Andrews, P.A. (J. Scott Hall) hereby makes application pursuant to NMSA 1978 Section 70-2-17 (1995) for an order pooling all interests in all formations developed on a 40-acre basis below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool (44500) underlying the NW/4 SE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, to form a standard 40-acre spacing and proration unit. Applicant would show the Division:

- 1. Applicant owns certain working interests in and under the NW/4 SE/4 of Section 9, and has the right to drill thereon.
- 2. Applicant proposes to dedicate the above-referenced pooled unit to its Taylor D Well No. 2 to be drilled from a standard location 1650' from the South line and 1650' from the East line to a depth sufficient to test the Blinebry and Paddock members of the Yeso formation underlying the NW/4 SE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

farmout from certain other interest owners in the above-referenced formations underlying the

NW/4 SE/4 of said Section 9.

In order to permit the Applicant to obtain its just and fair share of the oil and gas

underlying the subject lands, the mineral interests should be pooled and Applicant should be

designated operator of the well.

5. The pooling of interests will afford the Applicant the opportunity to produce its

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MONTGOMERY & ANDREWS, P.A.

By:

J. Scott Hall

Attorneys for COG Operating LLC

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STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURA PRESOURCES (C)
OIL CONSERVATION DIVISION

2010 MAY 11 P 3: 49

IN THE MATTER OF THE APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 14491

### **APPLICATION**

COG Operating LLC by its undersigned attorneys, Montgomery & Andrews, P.A. (J. Scott Hall) hereby makes application pursuant to NMSA 1978 Section 70-2-17 (1995) for an order pooling all interests in all formations developed on a 40-acre basis below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool (44500) underlying the SW/4 NE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, to form a standard 40-acre spacing and proration unit. Applicant would show the Division:

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MONTGOMERY & ANDREWS, P.A.

By:

J. Scott Hall

Attorneys for COG Operating LLC

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STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES (F) (C)
OIL CONSERVATION DIVISION

2010 MAY 11 P 3: 49

IN THE MATTER OF THE APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 14492

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By:

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Attorneys for COG Operating LLC

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DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES (C)
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CASE NO. 14493

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COG Operating LLC by its undersigned attorneys, Montgomery & Andrews, P.A. (J. Scott Hall) hereby makes application pursuant to NMSA 1978 Section 70-2-17 (1995) for an order pooling all interests in all formations developed on a 40-acre basis below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool (44500) underlying the NE/4 SE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, to form a standard 40-acre spacing and proration unit. Applicant would show the Division:

- 1. Applicant owns certain working interests in and under the NE/4 SE/4 of Section 9, and has the right to drill thereon.
- 2. Applicant proposes to dedicate the above-referenced pooled unit to its Taylor D Well No. 5 to be drilled from a standard location 1650' from the South line and 330' from the East line to a depth sufficient to test the Blinebry and Paddock members of the Yeso formation underlying the NE/4 SE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

farmout from certain other interest owners in the above-referenced formations underlying the

NE/4 SE/4 of said Section 9.

4. In order to permit the Applicant to obtain its just and fair share of the oil and gas

underlying the subject lands, the mineral interests should be pooled and Applicant should be

designated operator of the well.

5. The pooling of interests will afford the Applicant the opportunity to produce its

just and equitable share of hydrocarbons underlying the spacing unit, will 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 a duly

appointed examiner of the Oil Conservation Division on June 10, 2010 and that after notice and

hearing as required by law, the Division enter its Order pooling the lands and designating

Applicant as operator of the well, including provisions for Applicant to recover its costs of

drilling, equipping and completing the well, its costs of supervision while drilling and after

completion, including overhead charges and providing for adjustments to such rates in

accordance with accepted COPAS accounting procedures, and imposing a 200% risk factor for

the risk assumed by the Applicant in drilling, completing and equipping the well, and making

such other and further provisions as may be proper in the premises.

MONTGOMERY & ANDREWS, P.A.

By:

J. Scott Hall

J. Scott Hall

Attorneys for COG Operating LLC

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J. SCOTT HALL

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May 19, 2010

Certified Mail
Return Receipt Requested

RAM Energy, Inc. 5100 E. Skelly Drive, Suite 650 Tulsa, OK 74135-6559

Attn: Mr. Tully Davis

Re: NMOCD Cases No 14490, 14491, 14492 and 14493; Applications of COG Operating LLC for Compulsory Pooling, Lea County, New Mexico

Dear Mr. Davis:

This will advise that COG Operating LLC ("COG") has filed Applications with the New Mexico Oil Conservation Division for orders for the compulsory pooling of all mineral interests underlying each of the 40-acre subdivisions described below in Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico. COG seeks to designate standard 40-acre spacing and proration units for each well and will request the forced pooling of all unjoined interests in any and all formations and or pools developed on 40 acres below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool.

RAM Energy, Inc. May 19, 2010 Page 2

Also to be considered will be the cost of drilling and completing said wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of COG Operating LLC as operator and a charge for risk involved in drilling the wells. Copies of the Applications are enclosed.

Taylor D No. 2 Well NW/4 SE/4 of Section 9 Township 17 South Range 32 East, NMPM Lea County, New Mexico

Taylor D No. 4 Well SE/4 NE/4 of Section 9 Township 17 South Range 32 East, NMPM Lea County, New Mexico Taylor D No. 3 Well SW/4 NE/4 of Section 9 Township 17 South Range 32 East, NMPM Lea County, New Mexico

Taylor D No. 5 Well NE/4 SE/4 of Section 9 Township 17 South Range 32 East, NMPM Lea County, New Mexico

These applications are set for hearing before a Division Examiner on June 10, 2010, at 8:15 a.m. at the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico. You are not required to attend these hearings, but as an owner of an interest that may be affected, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging these Applications at a later time. If you intend to attend the hearings and present testimony or evidence, you must enter your appearance and serve the Division, counsel for the Applicant, and other parties with a pre-hearing statement at least four business days before the scheduled hearing date in accordance with Division Rule 19.15.4.13 NMAC.

Very truly yours,

MONTGOMERY & ANDREWS, P.A.

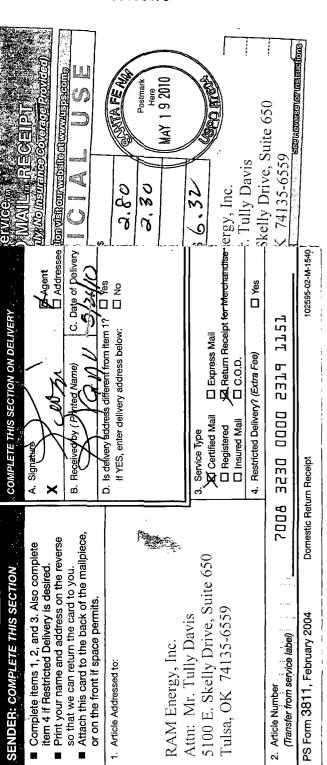
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J. Scott Hall

Attorneys for COG Operating LLC

RAM Energy, Inc. May 19, 2010 Page 3

JSH:kw Enclosures



STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES
OIL CONSERVATION DIVISION
2010 MAY 11 P 3: 49

IN THE MATTER OF THE APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 14490

### APPLICATION

COG Operating LLC by its undersigned attorneys, Montgomery & Andrews, P.A. (J. Scott Hall) hereby makes application pursuant to NMSA 1978 Section 70-2-17 (1995) for an order pooling all interests in all formations developed on a 40-acre basis below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool (44500) underlying the NW/4 SE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, to form a standard 40-acre spacing and proration unit. Applicant would show the Division:

- 1. Applicant owns certain working interests in and under the NW/4 SE/4 of Section 9, and has the right to drill thereon.
- 2. Applicant proposes to dedicate the above-referenced pooled unit to its Taylor D Well No. 2 to be drilled from a standard location 1650' from the South line and 1650' from the East line to a depth sufficient to test the Blinebry and Paddock members of the Yeso formation underlying the NW/4 SE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

farmout from certain other interest owners in the above-referenced formations underlying the

NW/4 SE/4 of said Section 9.

. In order to permit the Applicant to obtain its just and fair share of the oil and gas

underlying the subject lands, the mineral interests should be pooled and Applicant should be

designated operator of the well.

5. The pooling of interests will afford the Applicant the opportunity to produce its

just and equitable share of hydrocarbons underlying the spacing unit, will 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 a duly

appointed examiner of the Oil Conservation Division on June 10, 2010 and that after notice and

hearing as required by law, the Division enter its Order pooling the lands and designating

Applicant as operator of the well, including provisions for Applicant to recover its costs of

drilling, equipping and completing the well, its costs of supervision while drilling and after

completion, including overhead charges and providing for adjustments to such rates in

accordance with accepted COPAS accounting procedures, and imposing a 200% risk factor for

the risk assumed by the Applicant in drilling, completing and equipping the well, and making

such other and further provisions as may be proper in the premises.

MONTGOMERY & ANDREWS, P.A.

By:

J. Scott Hall

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STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURA PRESOURCES ()
OIL CONSERVATION DIVISION

2010 MAY 11 P 3: 49

IN THE MATTER OF THE APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 14491

### **APPLICATION**

COG Operating LLC by its undersigned attorneys, Montgomery & Andrews, P.A. (J. Scott Hall) hereby makes application pursuant to NMSA 1978 Section 70-2-17 (1995) for an order pooling all interests in all formations developed on a 40-acre basis below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool (44500) underlying the SW/4 NE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, to form a standard 40-acre spacing and proration unit. Applicant would show the Division:

- Applicant owns certain working interests in and under the SW/4 NE/4 of Section
   and has the right to drill thereon.
- 2. Applicant proposes to dedicate the above-referenced pooled unit to its Taylor D Well No. 3 to be drilled from a standard location 2210' from the North line and 1650' from the East line to a depth sufficient to test the Blinebry and Paddock members of the Yeso formation underlying the SW/4 NE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

farmout from certain other interest owners in the above-referenced formations underlying the

SW/4 NE/4 of said Section 9.

4. In order to permit the Applicant to obtain its just and fair share of the oil and gas

underlying the subject lands, the mineral interests should be pooled and Applicant should be

designated operator of the well.

5. The pooling of interests will afford the Applicant the opportunity to produce its

just and equitable share of hydrocarbons underlying the spacing unit, will 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 a duly

appointed examiner of the Oil Conservation Division on June 10, 2010 and that after notice and

hearing as required by law, the Division enter its Order pooling the lands and designating

Applicant as operator of the well, including provisions for Applicant to recover its costs of

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the risk assumed by the Applicant in drilling, completing and equipping the well, and making

such other and further provisions as may be proper in the premises.

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STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES | ( [ ] ) ( [ ] )
OIL CONSERVATION DIVISION

2010 MAY II P 3: 49

IN THE MATTER OF THE APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 14492

### <u>APPLICATION</u>

COG Operating LLC by its undersigned attorneys, Montgomery & Andrews, P.A. (J. Scott Hall) hereby makes application pursuant to NMSA 1978 Section 70-2-17 (1995) for an order pooling all interests in all formations developed on a 40-acre basis below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool (44500) underlying the SE/4 NE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, to form a standard 40-acre spacing and proration unit. Applicant would show the Division:

- 1. Applicant owns certain working interests in and under the SE/4 NE/4 of Section 9, and has the right to drill thereon.
- 2. Applicant proposes to dedicate the above-referenced pooled unit to its Taylor D Well No. 4 to be drilled from a standard location 2120' from the North line and 475' from the East line to a depth sufficient to test the Blinebry and Paddock members of the Yeso formation underlying the SE/4 NE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

farmout from certain other interest owners in the above-referenced formations underlying the

SE/4 NE/4 of said Section 9.

In order to permit the Applicant to obtain its just and fair share of the oil and gas

underlying the subject lands, the mineral interests should be pooled and Applicant should be

designated operator of the well.

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unnecessary wells, will prevent waste and will protect correlative rights.

WHEREFORE Applicant requests that this Application be set for hearing before a duly

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such other and further provisions as may be proper in the premises.

MONTGOMERY & ANDREWS, P.A.

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STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OCCUPANTS OCC

2010 MAY 11 P 3: 49

IN THE MATTER OF THE APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 14493

### **APPLICATION**

COG Operating LLC by its undersigned attorneys, Montgomery & Andrews, P.A. (J. Scott Hall) hereby makes application pursuant to NMSA 1978 Section 70-2-17 (1995) for an order pooling all interests in all formations developed on a 40-acre basis below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool (44500) underlying the NE/4 SE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, to form a standard 40-acre spacing and proration unit. Applicant would show the Division:

- 1. Applicant owns certain working interests in and under the NE/4 SE/4 of Section 9, and has the right to drill thereon.
- 2. Applicant proposes to dedicate the above-referenced pooled unit to its Taylor D Well No. 5 to be drilled from a standard location 1650' from the South line and 330' from the East line to a depth sufficient to test the Blinebry and Paddock members of the Yeso formation underlying the NE/4 SE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

farmout from certain other interest owners in the above-referenced formations underlying the

NE/4 SE/4 of said Section 9.

In order to permit the Applicant to obtain its just and fair share of the oil and gas

underlying the subject lands, the mineral interests should be pooled and Applicant should be

designated operator of the well.

5. The pooling of interests will afford the Applicant the opportunity to produce its

just and equitable share of hydrocarbons underlying the spacing unit, will 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 a duly

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hearing as required by law, the Division enter its Order pooling the lands and designating

Applicant as operator of the well, including provisions for Applicant to recover its costs of

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completion, including overhead charges and providing for adjustments to such rates in

accordance with accepted COPAS accounting procedures, and imposing a 200% risk factor for

the risk assumed by the Applicant in drilling, completing and equipping the well, and making

such other and further provisions as may be proper in the premises.

MONTGOMERY & ANDREWS, P.A.

By:

J. Scott Hall

Attorneys for COG Operating LLC

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J. SCOTT HALL

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May 19, 2010

Certified Mail
Return Receipt Requested

Range Operating New Mexico, Inc. 100 Throckmorton St., Suite 1200 Fort Worth, TX 76102

Attn: Mr. Bobby Ebeier

Re: NMOCD Cases No 14490, 14491, 14492 and 14493; Applications of COG Operating LLC for Compulsory Pooling, Lea County, New Mexico

Dear Mr. Ebeier:

This will advise that COG Operating LLC ("COG") has filed Applications with the New Mexico Oil Conservation Division for orders for the compulsory pooling of all mineral interests underlying each of the 40-acre subdivisions described below in Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico. COG seeks to designate standard 40-acre spacing and proration units for each well and will request the forced pooling of all unjoined interests in any and all formations and or pools developed on 40 acres below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool.

Range Operating New Mexico, Inc. May 19, 2010 Page 2

Also to be considered will be the cost of drilling and completing said wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of COG Operating LLC as operator and a charge for risk involved in drilling the wells. Copies of the Applications are enclosed.

Taylor D No. 2 Well NW/4 SE/4 of Section 9 Township 17 South Range 32 East, NMPM Lea County, New Mexico

Taylor D No. 4 Well SE/4 NE/4 of Section 9 Township 17 South Range 32 East, NMPM Lea County, New Mexico Taylor D No. 3 Well SW/4 NE/4 of Section 9 Township 17 South Range 32 East, NMPM Lea County, New Mexico

Taylor D No. 5 Well NE/4 SE/4 of Section 9 Township 17 South Range 32 East, NMPM Lea County, New Mexico

These applications are set for hearing before a Division Examiner on June 10, 2010, at 8:15 a.m. at the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico. You are not required to attend these hearings, but as an owner of an interest that may be affected, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging these Applications at a later time. If you intend to attend the hearings and present testimony or evidence, you must enter your appearance and serve the Division, counsel for the Applicant, and other parties with a pre-hearing statement at least four business days before the scheduled hearing date in accordance with Division Rule 19.15.4.13 NMAC.

Very truly yours,

MONTGOMERY & ANDREWS, P.A.

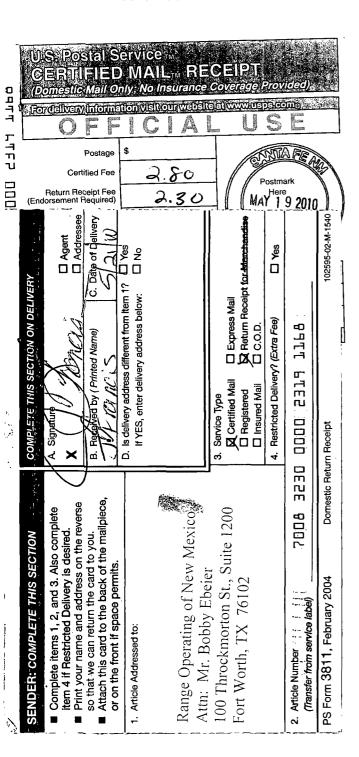
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J. Scott Hall

Attorneys for COG Operating LLC

Range Operating New Mexico, Inc. May 19, 2010 Page 3

JSH:kw Enclosures



STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES
OIL CONSERVATION DIVISION
2010 MAY 11 P 3: 49

IN THE MATTER OF THE APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 14490

# **APPLICATION**

COG Operating LLC by its undersigned attorneys, Montgomery & Andrews, P.A. (J. Scott Hall) hereby makes application pursuant to NMSA 1978 Section 70-2-17 (1995) for an order pooling all interests in all formations developed on a 40-acre basis below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool (44500) underlying the NW/4 SE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, to form a standard 40-acre spacing and proration unit. Applicant would show the Division:

- Applicant owns certain working interests in and under the NW/4 SE/4 of Section
   and has the right to drill thereon.
- 2. Applicant proposes to dedicate the above-referenced pooled unit to its Taylor D Well No. 2 to be drilled from a standard location 1650' from the South line and 1650' from the East line to a depth sufficient to test the Blinebry and Paddock members of the Yeso formation underlying the NW/4 SE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

3. Applicant has been unable to obtain leases or voluntary agreement for pooling or farmout from certain other interest owners in the above-referenced formations underlying the

NW/4 SE/4 of said Section 9.

4. In order to permit the Applicant to obtain its just and fair share of the oil and gas

underlying the subject lands, the mineral interests should be pooled and Applicant should be

designated operator of the well.

5. The pooling of interests will afford the Applicant the opportunity to produce its

just and equitable share of hydrocarbons underlying the spacing unit, will 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 a duly

appointed examiner of the Oil Conservation Division on June 10, 2010 and that after notice and

hearing as required by law, the Division enter its Order pooling the lands and designating

Applicant as operator of the well, including provisions for Applicant to recover its costs of

drilling, equipping and completing the well, its costs of supervision while drilling and after

completion, including overhead charges and providing for adjustments to such rates in

accordance with accepted COPAS accounting procedures, and imposing a 200% risk factor for

the risk assumed by the Applicant in drilling, completing and equipping the well, and making

such other and further provisions as may be proper in the premises.

MONTGOMERY & ANDREWS, P.A.

By:

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STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURA PRESOURCES CD
OIL CONSERVATION DIVISION

2010 MAY 11 P 3: 49:

IN THE MATTER OF THE APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 14491

### **APPLICATION**

COG Operating LLC by its undersigned attorneys, Montgomery & Andrews, P.A. (J. Scott Hall) hereby makes application pursuant to NMSA 1978 Section 70-2-17 (1995) for an order pooling all interests in all formations developed on a 40-acre basis below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool (44500) underlying the SW/4 NE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, to form a standard 40-acre spacing and proration unit. Applicant would show the Division:

- 1. Applicant owns certain working interests in and under the SW/4 NE/4 of Section 9, and has the right to drill thereon.
- 2. Applicant proposes to dedicate the above-referenced pooled unit to its Taylor D Well No. 3 to be drilled from a standard location 2210' from the North line and 1650' from the East line to a depth sufficient to test the Blinebry and Paddock members of the Yeso formation underlying the SW/4 NE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

3. Applicant has been unable to obtain leases or voluntary agreement for pooling or farmout from certain other interest owners in the above-referenced formations underlying the SW/4 NE/4 of said Section 9.

In order to permit the Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, the mineral interests should be pooled and Applicant should be

designated operator of the well.

5. The pooling of interests will afford the Applicant the opportunity to produce its

just and equitable share of hydrocarbons underlying the spacing unit, will 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 a duly

appointed examiner of the Oil Conservation Division on June 10, 2010 and that after notice and

hearing as required by law, the Division enter its Order pooling the lands and designating

Applicant as operator of the well, including provisions for Applicant to recover its costs of

drilling, equipping and completing the well, its costs of supervision while drilling and after

completion, including overhead charges and providing for adjustments to such rates in

accordance with accepted COPAS accounting procedures, and imposing a 200% risk factor for

the risk assumed by the Applicant in drilling, completing and equipping the well, and making

such other and further provisions as may be proper in the premises.

MONTGOMERY & ANDREWS, P.A.

By:

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

2010 MAY 11 P 3: 49

IN THE MATTER OF THE APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 14492

# **APPLICATION**

COG Operating LLC by its undersigned attorneys, Montgomery & Andrews, P.A. (J. Scott Hall) hereby makes application pursuant to NMSA 1978 Section 70-2-17 (1995) for an order pooling all interests in all formations developed on a 40-acre basis below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool (44500) underlying the SE/4 NE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, to form a standard 40-acre spacing and proration unit. Applicant would show the Division:

- 1. Applicant owns certain working interests in and under the SE/4 NE/4 of Section 9, and has the right to drill thereon.
- 2. Applicant proposes to dedicate the above-referenced pooled unit to its Taylor D Well No. 4 to be drilled from a standard location 2120' from the North line and 475' from the East line to a depth sufficient to test the Blinebry and Paddock members of the Yeso formation underlying the SE/4 NE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

farmout from certain other interest owners in the above-referenced formations underlying the

SE/4 NE/4 of said Section 9.

4. In order to permit the Applicant to obtain its just and fair share of the oil and gas

underlying the subject lands, the mineral interests should be pooled and Applicant should be

designated operator of the well.

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such other and further provisions as may be proper in the premises.

MONTGOMERY & ANDREWS, P.A.

By:

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

2010 MAY 11 P 3: 49

IN THE MATTER OF THE APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 14493

### APPLICATION

COG Operating LLC by its undersigned attorneys, Montgomery & Andrews, P.A. (J. Scott Hall) hereby makes application pursuant to NMSA 1978 Section 70-2-17 (1995) for an order pooling all interests in all formations developed on a 40-acre basis below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool (44500) underlying the NE/4 SE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, to form a standard 40-acre spacing and proration unit. Applicant would show the Division:

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- 2. Applicant proposes to dedicate the above-referenced pooled unit to its Taylor D Well No. 5 to be drilled from a standard location 1650' from the South line and 330' from the East line to a depth sufficient to test the Blinebry and Paddock members of the Yeso formation underlying the NE/4 SE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

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5. The pooling of interests will afford the Applicant the opportunity to produce its

just and equitable share of hydrocarbons underlying the spacing unit, will 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 a duly

appointed examiner of the Oil Conservation Division on June 10, 2010 and that after notice and

hearing as required by law, the Division enter its Order pooling the lands and designating

Applicant as operator of the well, including provisions for Applicant to recover its costs of

drilling, equipping and completing the well, its costs of supervision while drilling and after

completion, including overhead charges and providing for adjustments to such rates in

accordance with accepted COPAS accounting procedures, and imposing a 200% risk factor for

the risk assumed by the Applicant in drilling, completing and equipping the well, and making

such other and further provisions as may be proper in the premises.

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Attorneys for COG Operating LLC

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J. SCOTT HALL

Cell: (505) 670-7362
Email: shall@montand.com
Reply To: Santa Fe Office

www.montand.com

May 19, 2010

Certified Mail
Return Receipt Requested

Triad Energy Corporation 1616 Voss, Suite 650 Houston, TX 77057

Attn: Mr. Sam Bradshaw

Re: NMOCD Cases No 14490, 14491, 14492 and 14493; Applications of COG Operating LLC for Compulsory Pooling, Lea County, New Mexico

Dear Mr. Bradshaw:

This will advise that COG Operating LLC ("COG") has filed Applications with the New Mexico Oil Conservation Division for orders for the compulsory pooling of all mineral interests underlying each of the 40-acre subdivisions described below in Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico. COG seeks to designate standard 40-acre spacing and proration units for each well and will request the forced pooling of all unjoined interests in any and all formations and or pools developed on 40 acres below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool.

Triad Energy Corporation May 19, 2010 Page 2

Also to be considered will be the cost of drilling and completing said wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of COG Operating LLC as operator and a charge for risk involved in drilling the wells. Copies of the Applications are enclosed.

Taylor D No. 2 Well NW/4 SE/4 of Section 9 Township 17 South Range 32 East, NMPM Lea County, New Mexico

Taylor D No. 4 Well SE/4 NE/4 of Section 9 Township 17 South Range 32 East, NMPM Lea County, New Mexico Taylor D No. 3 Well SW/4 NE/4 of Section 9 Township 17 South Range 32 East, NMPM Lea County, New Mexico

Taylor D No. 5 Well NE/4 SE/4 of Section 9 Township 17 South Range 32 East, NMPM Lea County, New Mexico

These applications are set for hearing before a Division Examiner on June 10, 2010, at 8:15 a.m. at the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico. You are not required to attend these hearings, but as an owner of an interest that may be affected, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging these Applications at a later time. If you intend to attend the hearings and present testimony or evidence, you must enter your appearance and serve the Division, counsel for the Applicant, and other parties with a pre-hearing statement at least four business days before the scheduled hearing date in accordance with Division Rule 19.15.4.13 NMAC.

Very truly yours,

MONTGOMERY & ANDREWS, P.A.

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J. Scott Hall

Attorneys for COG Operating LLC

Triad Energy Corporation May 19, 2010 Page 3

JSH:kw Enclosures

#- 9-0 #- 10-0 #- 11-0	☐ Agent 2/usurance Coverage Provided)  ☐ Addressee (Moutivetstation with water and a discuttive particular and a	elivery (1)	2.80	3.30 MAY 192010	vehendise poration adshaw	D Yes 550	57 See Reverse from Instrumentation	102595-02-M-1540
COMPLETE THIS SECTION ON DELIVERY	A Signature S	B. Received by (Printed Name) C. Date o	<ul> <li>D. is delivery address different from item 1? ☐ Yes</li> <li>if YES, enter delivery address below: ☐ No</li> </ul>	·	3. Service Type  A Certified Mail	4. Restricted Delivery? (Extra Fee): ** \[ \Bigcirc \Bigc	יייייייייייייייייייייייייייייייייייייי	
SENDER: COMPLETE THIS SECTION	<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse</li> </ul>	so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.	1. Article Addressed to:	Triac Energy Corporation Attn: Mr. Sam Bradelow	1616 Voss, Suite 650 (Houston, TX 77057		2. Article Number	PS Form 3811, February 2004 Domestic Return Receipt

STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES
OIL CONSERVATION DIVISION
2010 MAY 11 P 3: 49

IN THE MATTER OF THE APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 14490

# **APPLICATION**

COG Operating LLC by its undersigned attorneys, Montgomery & Andrews, P.A. (J. Scott Hall) hereby makes application pursuant to NMSA 1978 Section 70-2-17 (1995) for an order pooling all interests in all formations developed on a 40-acre basis below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool (44500) underlying the NW/4 SE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, to form a standard 40-acre spacing and proration unit. Applicant would show the Division:

- Applicant owns certain working interests in and under the NW/4 SE/4 of Section
   and has the right to drill thereon.
- 2. Applicant proposes to dedicate the above-referenced pooled unit to its Taylor D Well No. 2 to be drilled from a standard location 1650' from the South line and 1650' from the East line to a depth sufficient to test the Blinebry and Paddock members of the Yeso formation underlying the NW/4 SE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

3. Applicant has been unable to obtain leases or voluntary agreement for pooling or farmout from certain other interest owners in the above-referenced formations underlying the

NW/4 SE/4 of said Section 9.

4. In order to permit the Applicant to obtain its just and fair share of the oil and gas

underlying the subject lands, the mineral interests should be pooled and Applicant should be

designated operator of the well.

5. The pooling of interests will afford the Applicant the opportunity to produce its

just and equitable share of hydrocarbons underlying the spacing unit, will 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 a duly

appointed examiner of the Oil Conservation Division on June 10, 2010 and that after notice and

hearing as required by law, the Division enter its Order pooling the lands and designating

Applicant as operator of the well, including provisions for Applicant to recover its costs of

drilling, equipping and completing the well, its costs of supervision while drilling and after

completion, including overhead charges and providing for adjustments to such rates in

accordance with accepted COPAS accounting procedures, and imposing a 200% risk factor for

the risk assumed by the Applicant in drilling, completing and equipping the well, and making

such other and further provisions as may be proper in the premises.

MONTGOMERY & ANDREWS, P.A.

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J. Scott Hall

Attorneys for COG Operating LLC

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STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURA PRESOURCES ()
OIL CONSERVATION DIVISION

2010 MAY 11 P 3:49:

IN THE MATTER OF THE APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 14491

## **APPLICATION**

COG Operating LLC by its undersigned attorneys, Montgomery & Andrews, P.A. (J. Scott Hall) hereby makes application pursuant to NMSA 1978 Section 70-2-17 (1995) for an order pooling all interests in all formations developed on a 40-acre basis below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool (44500) underlying the SW/4 NE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, to form a standard 40-acre spacing and proration unit. Applicant would show the Division:

- 1. Applicant owns certain working interests in and under the SW/4 NE/4 of Section 9, and has the right to drill thereon.
- 2. Applicant proposes to dedicate the above-referenced pooled unit to its Taylor D Well No. 3 to be drilled from a standard location 2210' from the North line and 1650' from the East line to a depth sufficient to test the Blinebry and Paddock members of the Yeso formation underlying the SW/4 NE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

farmout from certain other interest owners in the above-referenced formations underlying the

SW/4 NE/4 of said Section 9.

4. In order to permit the Applicant to obtain its just and fair share of the oil and gas

underlying the subject lands, the mineral interests should be pooled and Applicant should be

designated operator of the well.

5. The pooling of interests will afford the Applicant the opportunity to produce its

just and equitable share of hydrocarbons underlying the spacing unit, will 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 a duly

appointed examiner of the Oil Conservation Division on June 10, 2010 and that after notice and

hearing as required by law, the Division enter its Order pooling the lands and designating

Applicant as operator of the well, including provisions for Applicant to recover its costs of

drilling, equipping and completing the well, its costs of supervision while drilling and after

completion, including overhead charges and providing for adjustments to such rates in

accordance with accepted COPAS accounting procedures, and imposing a 200% risk factor for

the risk assumed by the Applicant in drilling, completing and equipping the well, and making

such other and further provisions as may be proper in the premises.

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STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESORTED OCCUPANTION DIVISION

2010 MAY 11 P 3: 49

IN THE MATTER OF THE APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 14492

### **APPLICATION**

COG Operating LLC by its undersigned attorneys, Montgomery & Andrews, P.A. (J. Scott Hall) hereby makes application pursuant to NMSA 1978 Section 70-2-17 (1995) for an order pooling all interests in all formations developed on a 40-acre basis below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool (44500) underlying the SE/4 NE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, to form a standard 40-acre spacing and proration unit. Applicant would show the Division:

- 1. Applicant owns certain working interests in and under the SE/4 NE/4 of Section 9, and has the right to drill thereon.
- 2. Applicant proposes to dedicate the above-referenced pooled unit to its Taylor D Well No. 4 to be drilled from a standard location 2120' from the North line and 475' from the East line to a depth sufficient to test the Blinebry and Paddock members of the Yeso formation underlying the SE/4 NE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

farmout from certain other interest owners in the above-referenced formations underlying the

SE/4 NE/4 of said Section 9.

4. In order to permit the Applicant to obtain its just and fair share of the oil and gas

underlying the subject lands, the mineral interests should be pooled and Applicant should be

designated operator of the well.

5. The pooling of interests will afford the Applicant the opportunity to produce its

just and equitable share of hydrocarbons underlying the spacing unit, will 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 a duly

appointed examiner of the Oil Conservation Division on June 10, 2010 and that after notice and

hearing as required by law, the Division enter its Order pooling the lands and designating

Applicant as operator of the well, including provisions for Applicant to recover its costs of

drilling, equipping and completing the well, its costs of supervision while drilling and after

completion, including overhead charges and providing for adjustments to such rates in

accordance with accepted COPAS accounting procedures, and imposing a 200% risk factor for

the risk assumed by the Applicant in drilling, completing and equipping the well, and making

such other and further provisions as may be proper in the premises.

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

2010 MAY 11 P 3: 49

IN THE MATTER OF THE APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 14493

### APPLICATION

COG Operating LLC by its undersigned attorneys, Montgomery & Andrews, P.A. (J. Scott Hall) hereby makes application pursuant to NMSA 1978 Section 70-2-17 (1995) for an order pooling all interests in all formations developed on a 40-acre basis below the base of the Unitized Formation of the Maljamar Grayburg Unit to the top of the Abo formation, including the Blinebry and Paddock members of the Yeso formation, West Maljamar Yeso Pool (44500) underlying the NE/4 SE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico, to form a standard 40-acre spacing and proration unit. Applicant would show the Division:

- 1. Applicant owns certain working interests in and under the NE/4 SE/4 of Section 9, and has the right to drill thereon.
- 2. Applicant proposes to dedicate the above-referenced pooled unit to its Taylor D Well No. 5 to be drilled from a standard location 1650' from the South line and 330' from the East line to a depth sufficient to test the Blinebry and Paddock members of the Yeso formation underlying the NE/4 SE/4 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

farmout from certain other interest owners in the above-referenced formations underlying the

NE/4 SE/4 of said Section 9.

4. In order to permit the Applicant to obtain its just and fair share of the oil and gas

underlying the subject lands, the mineral interests should be pooled and Applicant should be

designated operator of the well.

5. The pooling of interests will afford the Applicant the opportunity to produce its

just and equitable share of hydrocarbons underlying the spacing unit, will 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 a duly

appointed examiner of the Oil Conservation Division on June 10, 2010 and that after notice and

hearing as required by law, the Division enter its Order pooling the lands and designating

Applicant as operator of the well, including provisions for Applicant to recover its costs of

drilling, equipping and completing the well, its costs of supervision while drilling and after

completion, including overhead charges and providing for adjustments to such rates in

accordance with accepted COPAS accounting procedures, and imposing a 200% risk factor for

the risk assumed by the Applicant in drilling, completing and equipping the well, and making

such other and further provisions as may be proper in the premises.

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