

HOBBS OCD

April 16, 2013

APR 1 6 2013

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Oil Conservation Division Cindy Herrera Murillo 1625 N. French Drive Hobbs, NM 88240

Dear Ms. Herrera,

COG Operating LLC., has submitted an application to drill the Goose State #1H. Your office has requested a letter verifying our application for the above mentioned well would not impact existing potash leases. Our office has reviewed both federal and state potash leases and there is no potash leases within a 2 mile radius of our proposed location. The closest potash leases are in Section 32 of T20S., R. 34E., which is over 2 miles away (11,680 feet). The potash lease is in section 1 of T21S, R32E. I hope this addresses your requests.

Sincerela

Rand French
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