

Ray Powell, M.S., D.V.M. COMMISSIONER

State of New Mexico Commissioner of Public Lands 310 OLD SANTA FE TRAIL

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148

March 24, 2011

COG Operating LLC Fasken Center, Tower II 550 West Texas Avenue, Suite 100 Midland, Texas 79701

Attn: Mr. Brandon K. Gaynor

Re: 2011 Plans of Development Red Lake Premier Sand Unit Eddy County, New Mexico

Dear Mr. Gaynor:

The Commissioner of Public Lands has, of this date, approved the referenced Plan of Development. Our approval is subject to like approval by all other appropriate agencies. The possibility of drainage by wells outside the unit area, and the need for further development of the unit may exist; therefore, we may contact you at a later date regarding these possibilities.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL M.S., D.V.M. COMMISSIONER OF PUBLIC LANDS

BY: LARRY J. ROYBAL, Deputy Director

Oil, Gas and Minerals Division

RP/LR/jm xc: Reader File OCD-Ed Martin OMMISSIONER'S OFFICE Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org