



**MONTGOMERY
& ANDREWS**

J. SCOTT HALL

Cell: (505) 670-7362

Email: shall@montand.com

Reply To: Santa Fe Office

www.montand.com

October 15, 2008

Certified Mail Return Receipt Requested

Chase Oil Company
P. O. Box 1767
Artesia, NM 88211-1767
Attn.: Ronald W. Lanning

**Re: NMOCD Case No. 14210; Application of COG Operating LLC for
Designation of a Non-Standard Spacing Unit and Compulsory Pooling,
Chaves County, New Mexico (Andromeda Federal Well No. 1)**

Dear Mr. Lanning:

This will advise that COG Operating LLC ("COG") has filed an Application with the New Mexico Oil Conservation Division for an order consolidating the 40-acre spacing units within the N/2 N/2 of Section 14, Township 15 South Range 31 East, NMPM and designating the consolidated units as a 160-acre \pm non-standard oil spacing and proration unit in the Wolfcamp formation (Wildcat) for Applicant's horizontal drilling project area. Applicant further seeks the compulsory pooling of all interests in the Wolfcamp formation underlying the N/2 N/2 of said Section 14 to be dedicated to its Andromeda Federal Well No. 1 to be drilled horizontally from a surface location 660' from the North line and 330' from the East line to a bottom hole location 660' from the North line and 330' from the West line to a depth sufficient to test the Wolfcamp formation. Also to be considered will be the cost of drilling and completing said well 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 well.

A copy of the Application is enclosed.

REPLY TO:

325 Paseo de Peralta
Santa Fe, New Mexico 87501
Telephone (505) 982-3873 • Fax (505) 982-4289

Post Office Box 2307
Santa Fe, New Mexico 87504-2307

6301 Indian School Road NE, Suite 400
Albuquerque, New Mexico 87110
Telephone (505) 884-4200 • Fax (505) 888-8929

Post Office Box 36210
Albuquerque, New Mexico 87176-6210

Chase Oil Company
October 15, 2008
Page 2

This application will be set for hearing before a Division Examiner on October 30, 2008, 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 this hearing, 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 this application at a later time. If you intend to attend the hearing 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 1211.

Very truly yours,

MONTGOMERY & ANDREWS, P.A.

A handwritten signature in black ink, appearing to read "J. Scott Hall". The signature is written in a cursive, flowing style.

J. Scott Hall

Attorneys for COG Operating LLC

JSH/mb

Enclosure



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& ANDREWS**

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October 15, 2008

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Chesapeake Energy Corporation
6100 N. Western Avenue
Oklahoma City, OK 73119

Re: NMOCD Case No. 14210; Application of COG Operating LLC for Designation of a Non-Standard Spacing Unit and Compulsory Pooling, Chaves County, New Mexico (Andromeda Federal Well No. 1)

Dear Sir or Madam:

This will advise that COG Operating LLC ("COG") has filed an Application with the New Mexico Oil Conservation Division for an order consolidating the 40-acre spacing units within the N/2 N/2 of Section 14, Township 15 South Range 31 East, NMPM and designating the consolidated units as a 160-acre \pm non-standard oil spacing and proration unit in the Wolfcamp formation (Wildcat) for Applicant's horizontal drilling project area. Applicant further seeks the compulsory pooling of all interests in the Wolfcamp formation underlying the N/2 N/2 of said Section 14 to be dedicated to its Andromeda Federal Well No. 1 to be drilled horizontally from a surface location 660' from the North line and 330' from the East line to a bottom hole location 660' from the North line and 330' from the West line to a depth sufficient to test the Wolfcamp formation. Also to be considered will be the cost of drilling and completing said well 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 well.

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Chesapeake Energy Corporation
October 15, 2008
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J. Scott Hall

Attorneys for COG Operating LLC

JSH/mb

Enclosure



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October 15, 2008

Certified Mail/Return Receipt Requested

Chesapeake Exploration LP
6150 N. Western Avenue
Oklahoma City, OK 73118
Attn.: Jared Boren

Re: NMOCD Case No. 14210; Application of COG Operating LLC for Designation of a Non-Standard Spacing Unit and Compulsory Pooling, Chaves County, New Mexico (Andromeda Federal Well No. 1)

Dear Mr. Boren:

This will advise that COG Operating LLC ("COG") has filed an Application with the New Mexico Oil Conservation Division for an order consolidating the 40-acre spacing units within the N/2 N/2 of Section 14, Township 15 South Range 31 East, NMPM and designating the consolidated units as a 160-acre \pm non-standard oil spacing and proration unit in the Wolfcamp formation (Wildcat) for Applicant's horizontal drilling project area. Applicant further seeks the compulsory pooling of all interests in the Wolfcamp formation underlying the N/2 N/2 of said Section 14 to be dedicated to its Andromeda Federal Well No. 1 to be drilled horizontally from a surface location 660' from the North line and 330' from the East line to a bottom hole location 660' from the North line and 330' from the West line to a depth sufficient to test the Wolfcamp formation. Also to be considered will be the cost of drilling and completing said well 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 well.

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Chesapeake Exploration LP
October 15, 2008
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MONTGOMERY & ANDREWS, P.A.

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J. Scott Hall

Attorneys for COG Operating LLC

JSH/mb

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October 15, 2008

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Cimarex Energy Company
600 N. Marienfeld, Suite 600
Midland, TX 79701
Attn.: Hayden Tresner

**Re: NMOCD Case No. 14210; Application of COG Operating LLC for
Designation of a Non-Standard Spacing Unit and Compulsory Pooling,
Chaves County, New Mexico (Andromeda Federal Well No. 1)**

Dear Mr. Tresner:

This will advise that COG Operating LLC ("COG") has filed an Application with the New Mexico Oil Conservation Division for an order consolidating the 40-acre spacing units within the N/2 N/2 of Section 14, Township 15 South Range 31 East, NMPM and designating the consolidated units as a 160-acre \pm non-standard oil spacing and proration unit in the Wolfcamp formation (Wildcat) for Applicant's horizontal drilling project area. Applicant further seeks the compulsory pooling of all interests in the Wolfcamp formation underlying the N/2 N/2 of said Section 14 to be dedicated to its Andromeda Federal Well No. 1 to be drilled horizontally from a surface location 660' from the North line and 330' from the East line to a bottom hole location 660' from the North line and 330' from the West line to a depth sufficient to test the Wolfcamp formation. Also to be considered will be the cost of drilling and completing said well 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 well.

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Cimarex Energy Company
October 15, 2008
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MONTGOMERY & ANDREWS, P.A.

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J. Scott Hall

Attorneys for COG Operating LLC

JSH/mb

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October 15, 2008

Certified Mail/Return Receipt Requested

Marbob Energy Corporation
P. O. Box 227
Artesia, NM 88211
Attn.: Ray Miller

Re: NMOCD Case No. 14210; Application of COG Operating LLC for Designation of a Non-Standard Spacing Unit and Compulsory Pooling, Chaves County, New Mexico (Andromeda Federal Well No. 1)

Dear Mr. Miller:

This will advise that COG Operating LLC ("COG") has filed an Application with the New Mexico Oil Conservation Division for an order consolidating the 40-acre spacing units within the N/2 N/2 of Section 14, Township 15 South Range 31 East, NMPM and designating the consolidated units as a 160-acre \pm non-standard oil spacing and proration unit in the Wolfcamp formation (Wildcat) for Applicant's horizontal drilling project area. Applicant further seeks the compulsory pooling of all interests in the Wolfcamp formation underlying the N/2 N/2 of said Section 14 to be dedicated to its Andromeda Federal Well No. 1 to be drilled horizontally from a surface location 660' from the North line and 330' from the East line to a bottom hole location 660' from the North line and 330' from the West line to a depth sufficient to test the Wolfcamp formation. Also to be considered will be the cost of drilling and completing said well 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 well.

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REPLY TO:

325 Paseo de Peralta
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Marbob Energy Corporation
October 15, 2008
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MONTGOMERY & ANDREWS, P.A.

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J. Scott Hall

Attorneys for COG Operating LLC

JSH/mb

Enclosure



**MONTGOMERY
& ANDREWS**

J. SCOTT HALL

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October 15, 2008

Certified Mail Return Receipt Requested

Penroc Oil Corporation
P. O. Box 2769
Hobbs, NM 88241
Attn.: M.Y. Merchant

Re: NMOCD Case No. 14210; Application of COG Operating LLC for Designation of a Non-Standard Spacing Unit and Compulsory Pooling, Chaves County, New Mexico (Andromeda Federal Well No. 1)

Dear Mr. Merchant:

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Penroc Oil Corporation
October 15, 2008
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J. Scott Hall

Attorneys for COG Operating LLC

JSH/mb

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& ANDREWS**

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October 15, 2008

Certified Mail/Return Receipt Requested

Yates Petroleum Corporation
Abo Petroleum, Inc.
Myco Industries, Inc.
Yates Drilling Company
105 S. Fourth Street
Artesia, NM 88210
Attn.: Chuck Moran

Re: NMOCD Case No. 14210; Application of COG Operating LLC for Designation of a Non-Standard Spacing Unit and Compulsory Pooling, Chaves County, New Mexico (Andromeda Federal Well No. 1)

Dear Mr. Moran:

This will advise that COG Operating LLC ("COG") has filed an Application with the New Mexico Oil Conservation Division for an order consolidating the 40-acre spacing units within the N/2 N/2 of Section 14, Township 15 South Range 31 East, NMPM and designating the consolidated units as a 160-acre \pm non-standard oil spacing and proration unit in the Wolfcamp formation (Wildcat) for Applicant's horizontal drilling project area. Applicant further seeks the compulsory pooling of all interests in the Wolfcamp formation underlying the N/2 N/2 of said Section 14 to be dedicated to its Andromeda Federal Well No. 1 to be drilled horizontally from a surface location 660' from the North line and 330' from the East line to a bottom hole location 660' from the North line and 330' from the West line to a depth sufficient to test the Wolfcamp formation. Also to be considered will be the cost of drilling and completing said well 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 well.

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325 Paseo de Peralta
Santa Fe, New Mexico 87501
Telephone (505) 982-3873 • Fax (505) 982-4289

Post Office Box 2307
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Post Office Box 36210
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Yates Petroleum Corporation
October 15, 2008
Page 2

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J. Scott Hall

Attorneys for COG Operating LLC

JSH/mb

Enclosure



**MONTGOMERY
& ANDREWS**

J. SCOTT HALL

Cell: (505) 670-7362

Email: shall@montand.com

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October 10, 2008

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Yates Petroleum Corporation
Abo Petroleum, Inc.
Myco Industries, Inc.
Yates Drilling Company
105 S. Fourth Street
Artesia, NM 88210
Attn.: Chuck Moran

Re: NMOCD Case No. 14210; Application of COG Operating LLC for Designation of a Non-Standard Spacing Unit and Compulsory Pooling, Chaves County, New Mexico (Andromeda Federal Well No. 1) ✓

Dear Mr. Moran:

This will advise that COG Operating LLC ("COG") has filed an Application with the New Mexico Oil Conservation Division for an order consolidating the 40-acre spacing units within the S/2 S/2 of Section 15, Township 15 South Range 31 East, NMPM and designating the consolidated units as a 160-acre ± non-standard oil spacing and proration unit in the Wolfcamp formation (Wildcat) for COG's horizontal drilling project area. COG also seeks the compulsory pooling of all interests in the Wolfcamp formation underlying the S/2 S/2 of said Section 15 to be dedicated to its Hercules Federal Com Well No. 4H to be drilled horizontally from a surface location 990' from the South line and 330' from the East line to a bottom hole location 660' from the South line and 330' from the West line to a depth sufficient to test the Wolfcamp formation. Also to be considered will be the cost of drilling and completing said well 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 well. X

REPLY TO:

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Very truly yours,

MONTGOMERY & ANDREWS, P.A.

J. Scott Hall

J. Scott Hall

Attorneys for COG Operating LLC

COMPLETE THIS SECTION ON DELIVERY	
A. Signature X <i>Melissa Stewart</i> Agent	B. Received by <i>Melissa Stewart</i> Date of Delivery MELISSA STEWART
D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input type="checkbox"/> No	
3. Service Type <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Registered <input type="checkbox"/> Insured Mail	<input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> C.O.D.
4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes <input type="checkbox"/> No	

SENDER: COMPLETE THIS SECTION	
1. Article Addressed to: Yates Drilling Company 105 S. Fourth Street Artesia, NM 88210 Attn.: Chuck Moran	
2. Article Number (Transfer from service label)	7002 0510 0003 4612 7590

PS Form 3811, February 2004 Domestic Return Receipt 102595-02-M-1540

U.S. Postal Service CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)	
OFFICIAL USE	
Postage	\$ 2.70
Certified Fee	2.70
Return Receipt Fee (Endorsement Required)	2.20
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 7.60
Sent To <i>Yates et al</i>	
Street, Apt. No., or PO Box No.	
City, State, ZIP+4	
PS Form 3800, January 2001 See Reverse for Instructions	



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P. O. Box 2769
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Very truly yours,

MONTGOMERY & ANDREWS, P.A.

J. Scott Hall

J. Scott Hall

Attorneys for COG Operating LLC

COMPLETE THIS SECTION ON DELIVERY

A. Signature *[Signature]* ☐ Agent ☐ Addressee
B. Received by (Printed Name) *[Signature]* C. Date of Delivery
D. Is delivery address different from item 1? ☐ Yes ☐ No
If YES, enter delivery address below:

3. Service Type
☒ Certified Mail ☐ Express Mail
☐ Registered ☒ Return Receipt for Merchandise
☐ Insured Mail ☐ C.O.D.
4. Restricted Delivery? (Extra Fee) ☐ Yes

7002 0510 0003 4612 7606

102595-02-M-1540

Domestic Return Receipt

PS Form 3811, February 2004

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.

1. Article Addressed to:

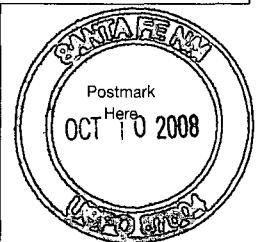
Penroc Oil Corporation
P. O. Box 2769
Hobbs, NM 88241
Attn.: M.Y. Merchant

2. Article Number

(Transfer from service label)

7002 0510 0003 4612 7606

U.S. Postal Service CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)	
OFFICIAL USE	
Postage	\$ 2.70
Certified Fee	2.70
Return Receipt Fee (Endorsement Required)	2.20
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 7.60
Sent To <i>Penroc Oil Corp.</i>	
Street, Apt. No., or PO Box No.	
City, State, ZIP+4	
PS Form 3800, January 2001	
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MONTGOMERY
& ANDREWS

J. SCOTT HALL

Cell: (505) 670-7362

Email: shall@montand.com

Reply To: Santa Fe Office

www.montand.com

October 10, 2008

Certified Mail Return Receipt Requested

Penroc Oil Corporation
P. O. Box 2769
Hobbs, NM 88241
Attn.: M.Y. Merchant

Re: NMOCD Case No. 14210; Application of COG Operating LLC for Designation of a Non-Standard Spacing Unit and Compulsory Pooling, Chaves County, New Mexico (Andromeda Federal Well No. 1) ✓

Dear Mr. Merchant:

This will advise that COG Operating LLC ("COG") has filed an Application with the New Mexico Oil Conservation Division for an order consolidating the 40-acre spacing units within the S/2 S/2 of Section 15, Township 15 South Range 31 East, NMPM and designating the consolidated units as a 160-acre± non-standard oil spacing and proration unit in the Wolfcamp formation (Wildcat) for COG's horizontal drilling project area. COG also seeks the compulsory pooling of all interests in the Wolfcamp formation underlying the S/2 S/2 of said Section 15 to be dedicated to its Hercules Federal Com Well No. 4H to be drilled horizontally from a surface location 990' from the South line and 330' from the East line to a bottom hole location 660' from the South line and 330' from the West line to a depth sufficient to test the Wolfcamp formation. Also to be considered will be the cost of drilling and completing said well 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 well. X

A copy of the Application is enclosed.

REPLY TO:

325 Paseo de Peralta
Santa Fe, New Mexico 87501
Telephone (505) 982-3873 • Fax (505) 982-4289

Post Office Box 2307
Santa Fe, New Mexico 87504-2307

6301 Indian School Road NE, Suite 400
Albuquerque, New Mexico 87110
Telephone (505) 884-4200 • Fax (505) 888-8929

Post Office Box 36210
Albuquerque, New Mexico 87176-6210

Penroc Oil Corporation
October 10, 2008
Page 2

This application will be set for hearing before a Division Examiner on October 30, 2008, 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 this hearing, 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 this application at a later time. If you intend to attend the hearing 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 1211.

Very truly yours,

MONTGOMERY & ANDREWS, P.A.

J. Scott Hall

J. Scott Hall

Attorneys for COG Operating LLC

SENDER: COMPLETE THIS SECTION		COMPLETE THIS SECTION ON DELIVERY	
<input checked="" type="checkbox"/> Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. <input checked="" type="checkbox"/> Print your name and address on the reverse so that we can return the card to you. <input checked="" type="checkbox"/> Attach this card to the back of the mailpiece, or on the front if space permits.		<div>A. Signature <i>J. Scott Hall</i> <input checked="" type="checkbox"/> Agent <input type="checkbox"/> Addressee</div> <div>B. Received by (Printed Name) <i>Angie Hall</i> C. Date of Delivery</div> <div>D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input type="checkbox"/> No</div> <div>3. Service Type <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Registered <input type="checkbox"/> Insured Mail <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> C.O.D. 4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</div>	
1. Article Addressed to: Penroc Oil Corporation P. O. Box 2769 Hobbs, NM 88241 Attn.: M.Y. Merchant		2. Article Number (Transfer from service label) 7002 0510 0003 4612 7613	
PS Form 3811, February 2004		102595-02-M-1540 Domestic Return Receipt	

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**MONTGOMERY
& ANDREWS**

J. SCOTT HALL

Cell: (505) 670-7362

Email: shall@montand.com

Reply To: Santa Fe Office

www.montand.com

October 10, 2008

Certified Mail/Return Receipt Requested

Marbob Energy Corporation
P. O. Box 227
Artesia, NM 88211
Attn.: Ray Miller

Re: NMOCD Case No. 14210; Application of COG Operating LLC for Designation of a Non-Standard Spacing Unit and Compulsory Pooling, Chaves County, New Mexico (Andromeda Federal Well No. 1) ✓

Dear Mr. Miller:

This will advise that COG Operating LLC ("COG") has filed an Application with the New Mexico Oil Conservation Division for an order consolidating the 40-acre spacing units within the S/2 S/2 of Section 15, Township 15 South Range 31 East, NMPM and designating the consolidated units as a 160-acre± non-standard oil spacing and proration unit in the Wolfcamp formation (Wildcat) for COG's horizontal drilling project area. COG also seeks the compulsory pooling of all interests in the Wolfcamp formation underlying the S/2 S/2 of said Section 15 to be dedicated to its Hercules Federal Com Well No. 4H to be drilled horizontally from a surface location 990' from the South line and 330' from the East line to a bottom hole location 660' from the South line and 330' from the West line to a depth sufficient to test the Wolfcamp formation. Also to be considered will be the cost of drilling and completing said well 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 well. ✓

A copy of the Application is enclosed.

REPLY TO:

325 Paseo de Peralta
Santa Fe, New Mexico 87501
Telephone (505) 982-3873 • Fax (505) 982-4289

Post Office Box 2307
Santa Fe, New Mexico 87504-2307

6301 Indian School Road NE, Suite 400
Albuquerque, New Mexico 87110
Telephone (505) 884-4200 • Fax (505) 888-8929

Post Office Box 36210
Albuquerque, New Mexico 87176-6210

Marbob Energy Corporation
October 10, 2008
Page 3

This application will be set for hearing before a Division Examiner on October 30, 2008, 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 this hearing, 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 this application at a later time. If you intend to attend the hearing 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 1211.

Very truly yours,

MONTGOMERY & ANDREWS, P.A.

J. Scott Hall

J. Scott Hall

Attorneys for COG Operating LLC

SENDER: COMPLETE THIS SECTION		COMPLETE THIS SECTION ON DELIVERY	
<p>1. Article Addressed to:</p> <p>Marbob Energy Corporation P. O. Box 227 Artesia, NM 88211 Attn.: Ray Miller</p>		<p>A. Signature <input checked="" type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p><i>Misti McLurg</i></p> <p>B. Received by (Printed Name) C. Date of Delivery</p> <p><i>Misti McLurg</i> <i>10/14/08</i></p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes <input type="checkbox"/> No</p> <p>If YES, enter delivery address below:</p>	
<p>2. Article Number (Transfer from service label)</p> <p>7002 0510 0003 4612 9624</p> <p>PS Form 3811, February 2004</p>		<p>3. Service Type</p> <p><input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail</p> <p><input type="checkbox"/> Registered Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise</p> <p><input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.</p> <p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes <input type="checkbox"/> No</p>	

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City, State, ZIP+4	
PS Form 3800, January 2001	
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**MONTGOMERY
& ANDREWS**

J. SCOTT HALL

Cell: (505) 670-7362

Email: shall@montand.com

Reply To: Santa Fe Office

www.montand.com

October 10, 2008

Certified Mail/Return Receipt Requested

Chesapeake Energy Corporation
6100 N. Western Avenue
Oklahoma City, OK 73119

Re: NMOCD Case No. 14210; Application of COG Operating LLC for Designation of a Non-Standard Spacing Unit and Compulsory Pooling, Chaves County, New Mexico (Andromeda Federal Well No. 1) ✓

Dear Sir or Madam:

This will advise that COG Operating LLC ("COG") has filed an Application with the New Mexico Oil Conservation Division for an order consolidating the 40-acre spacing units within the S/2 S/2 of Section 15, Township 15 South Range 31 East, NMPM and designating the consolidated units as a 160-acre \pm non-standard oil spacing and proration unit in the Wolfcamp formation (Wildcat) for COG's horizontal drilling project area. COG also seeks the compulsory pooling of all interests in the Wolfcamp formation underlying the S/2 S/2 of said Section 15 to be dedicated to its Hercules Federal Com Well No. 4H to be drilled horizontally from a surface location 990' from the South line and 330' from the East line to a bottom hole location 660' from the South line and 330' from the West line to a depth sufficient to test the Wolfcamp formation. Also to be considered will be the cost of drilling and completing said well 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 well. ✓

A copy of the Application is enclosed.

REPLY TO:

325 Paseo de Peralta
Santa Fe, New Mexico 87501
Telephone (505) 982-3873 • Fax (505) 982-4289

Post Office Box 2307
Santa Fe, New Mexico 87504-2307

6301 Indian School Road NE, Suite 400
Albuquerque, New Mexico 87110
Telephone (505) 884-4200 • Fax (505) 888-8929

Post Office Box 36210
Albuquerque, New Mexico 87176-6210

Chesapeake Energy Corporation
October 10, 2008
Page 2

This application will be set for hearing before a Division Examiner on October 30, 2008, 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 this hearing, 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 this application at a later time. If you intend to attend the hearing 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 1211.

Very truly yours,

MONTGOMERY & ANDREWS, P.A.

J. Scott Hall

J. Scott Hall

Attorneys for COG Operating LLC

SENDER: COMPLETE THIS SECTION		COMPLETE THIS SECTION ON DELIVERY	
<p>1. Article Addressed to:</p> <p>Chesapeake Energy Corp. 6100 N. Western Avenue Oklahoma City, OK 73118</p>		<p>A. Signature X <i>MM</i></p> <p>B. Received by (Printed Name)</p> <p>C. Date of Delivery 15 2008</p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes <input type="checkbox"/> No If YES, enter delivery address below:</p>	
<p>2. Article Number (Transfer from service label) 7002 0510 0003 4612 9655</p> <p>PS Form 3811, February 2004</p>		<p>3. Service Type <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.</p> <p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>	

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PS Form 3800, January 2001	
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& ANDREWS**

J. SCOTT HALL

Cell: (505) 670-7362

Email: shall@montand.com

Reply To: Santa Fe Office

www.montand.com

October 10, 2008

Certified Mail/Return Receipt Requested

Chesapeake Exploration LP
6100 N. Western Avenue
Oklahoma City, OK 73118
Attn.: Jared Boren

Re: NMOCD Case No. 14210; Application of COG Operating LLC for Designation of a Non-Standard Spacing Unit and Compulsory Pooling, Chaves County, New Mexico (Andromeda Federal Well No. 1) ✓

Dear Mr. Boren:

This will advise that COG Operating LLC ("COG") has filed an Application with the New Mexico Oil Conservation Division for an order consolidating the 40-acre spacing units within the S/2 S/2 of Section 15, Township 15 South Range 31 East, NMPM and designating the consolidated units as a 160-acre ± non-standard oil spacing and proration unit in the Wolfcamp formation (Wildcat) for COG's horizontal drilling project area. COG also seeks the compulsory pooling of all interests in the Wolfcamp formation underlying the S/2 S/2 of said Section 15 to be dedicated to its Hercules Federal Com Well No. 4H to be drilled horizontally from a surface location 990' from the South line and 330' from the East line to a bottom hole location 660' from the South line and 330' from the West line to a depth sufficient to test the Wolfcamp formation. Also to be considered will be the cost of drilling and completing said well 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 well. X

A copy of the Application is enclosed.

REPLY TO:

325 Paseo de Peralta
Santa Fe, New Mexico 87501
Telephone (505) 982-3873 • Fax (505) 982-4289

Post Office Box 2307
Santa Fe, New Mexico 87504-2307

6301 Indian School Road NE, Suite 400
Albuquerque, New Mexico 87110
Telephone (505) 884-4200 • Fax (505) 888-8929

Post Office Box 36210
Albuquerque, New Mexico 87176-6210

Chesapeake Exploration LP
October 10, 2008
Page 2

This application will be set for hearing before a Division Examiner on October 30, 2008, 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 this hearing, 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 this application at a later time. If you intend to attend the hearing 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 1211.

Very truly yours,

MONTGOMERY & ANDREWS, P.A.

J. Scott Hall

J. Scott Hall

Attorneys for COG Operating LLC

COMPLETE THIS SECTION ON DELIVERY	
A. Signature <i>XMM</i>	<input type="checkbox"/> Agent <input type="checkbox"/> Addressee
B. Received by (Printed Name) <i>SHARTEL STA</i>	C. Date of Delivery
D. Is delivery address different from item 1? If YES, enter delivery address below	<input type="checkbox"/> Yes <input type="checkbox"/> No
3. Service Type <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Registered <input type="checkbox"/> Insured Mail <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> C.O.D.	
4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes	

102595-02-M-1540

SENDER: COMPLETE THIS SECTION	
1. Article Addressed to: Chesapeake Exploration LP 6100 N. Western Avenue Oklahoma City, OK 73118 Attn.: Jared Boren	
2. Article Number (Transfer from service label)	7002 0510 0003 4612 9648

PS Form 3811, February 2004 Domestic Return Receipt

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**MONTGOMERY
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J. SCOTT HALL

Cell: (505) 670-7362

Email: shall@montand.com

Reply To: Santa Fe Office

www.montand.com

October 10, 2008

Certified Mail/Return Receipt Requested

Cimarex Energy Company
600 N. Marienfeld, Suite 600
Midland, TX 79701
Attn.: Hayden Tresner

Re: NMOCD Case No. 14210; Application of COG Operating LLC for Designation of a Non-Standard Spacing Unit and Compulsory Pooling, Chaves County, New Mexico (Andromeda Federal Well No. 1) ✓

Dear Mr. Tresner:

This will advise that COG Operating LLC ("COG") has filed an Application with the New Mexico Oil Conservation Division for an order consolidating the 40-acre spacing units within the S/2 S/2 of Section 15, Township 15 South Range 31 East, NMPM and designating the consolidated units as a 160-acre± non-standard oil spacing and proration unit in the Wolfcamp formation (Wildcat) for COG's horizontal drilling project area. COG also seeks the compulsory pooling of all interests in the Wolfcamp formation underlying the S/2 S/2 of said Section 15 to be dedicated to its Hercules Federal Com Well No. 4H to be drilled horizontally from a surface location 990' from the South line and 330' from the East line to a bottom hole location 660' from the South line and 330' from the West line to a depth sufficient to test the Wolfcamp formation. Also to be considered will be the cost of drilling and completing said well 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 well. ✓

A copy of the Application is enclosed.

REPLY TO:

325 Paseo de Peralta
Santa Fe, New Mexico 87501
Telephone (505) 982-3873 • Fax (505) 982-4289

Post Office Box 2307
Santa Fe, New Mexico 87504-2307

6301 Indian School Road NE, Suite 400
Albuquerque, New Mexico 87110
Telephone (505) 884-4200 • Fax (505) 888-8929

Post Office Box 36210
Albuquerque, New Mexico 87176-6210

Cimarex Energy Company
October 10, 2008
Page 2

This application will be set for hearing before a Division Examiner on October 30, 2008, 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 this hearing, 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 this application at a later time. If you intend to attend the hearing 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 1211.

Very truly yours,

MONTGOMERY & ANDREWS, P.A.

J. Scott Hall

J. Scott Hall

Attorneys for COG Operating LLC

COMPLETE THIS SECTION ON DELIVERY	
A. Signature <i>Stephen McQuerry</i>	<input checked="" type="checkbox"/> Agent <input type="checkbox"/> Addressee
B. Received by (Printed Name) <i>STEPHAN MCQUERRY</i>	C. Date of Delivery <i>10-14-08</i>
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4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes	

SENDER: COMPLETE THIS SECTION	
1. Article Addressed to: Cimarex Energy Company 600 N. Marienfeld, Suite 600 Midland, TX 79701 Attn.: Hayden Tresner	
2. Article Number (Transfer from service label)	7002 0510 0003 4612 9631

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City, State, ZIP+4	
PS Form 3800, January 2001 See Reverse for Instructions	



**MONTGOMERY
& ANDREWS**

J. SCOTT HALL

Cell: (505) 670-7362

Email: shall@montand.com

Reply To: Santa Fe Office

www.montand.com

October 10, 2008

Certified Mail Return Receipt Requested

Chase Oil Company
P. O. Box 1767
Artesia, NM 88211-1767
Attn.: Ronald W. Lanning

Re: NMOCD Case No. 14210; Application of COG Operating LLC for Designation of a Non-Standard Spacing Unit and Compulsory Pooling, Chaves County, New Mexico (Andromeda Federal Well No. 1) ✓

Dear Mr. Lanning:

This will advise that COG Operating LLC ("COG") has filed an Application with the New Mexico Oil Conservation Division for an order consolidating the 40-acre spacing units within the S/2 S/2 of Section 15, Township 15 South Range 31 East, NMPM and designating the consolidated units as a 160-acre± non-standard oil spacing and proration unit in the Wolfcamp formation (Wildcat) for COG's horizontal drilling project area. COG also seeks the compulsory pooling of all interests in the Wolfcamp formation underlying the S/2 S/2 of said Section 15 to be dedicated to its Hercules Federal Com Well No. 4H to be drilled horizontally from a surface location 990' from the South line and 330' from the East line to a bottom hole location 660' from the South line and 330' from the West line to a depth sufficient to test the Wolfcamp formation. Also to be considered will be the cost of drilling and completing said well 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 well. ✓

A copy of the Application is enclosed.

REPLY TO:

325 Paseo de Peralta
Santa Fe, New Mexico 87501
Telephone (505) 982-3873 • Fax (505) 982-4289

Post Office Box 2307
Santa Fe, New Mexico 87504-2307

6301 Indian School Road NE, Suite 400
Albuquerque, New Mexico 87110
Telephone (505) 884-4200 • Fax (505) 888-8929

Post Office Box 36210
Albuquerque, New Mexico 87176-6210

Chase Oil Company
October 10, 2008
Page 2

This application will be set for hearing before a Division Examiner on October 30, 2008, 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 this hearing, 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 this application at a later time. If you intend to attend the hearing 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 1211.

Very truly yours,

MONTGOMERY & ANDREWS, P.A.

J. Scott Hall

J. Scott Hall

Attorneys for COG Operating LLC

SENDER: COMPLETE THIS SECTION		COMPLETE THIS SECTION ON DELIVERY	
<p>1. Article Addressed to:</p> <p>Chase Oil Corporation P. O. Box 1767 Artesia, NM 88211-1767 Attn.: Ronald W. Lanning</p>		<p>A. Signature <input checked="" type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p><i>Kathy Donaghe</i></p> <p>B. Received by (Printed Name) C. Date of Delivery</p> <p>KATHY DONAGHE</p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes <input type="checkbox"/> No</p> <p>If YES, enter delivery address below:</p> <p>USPS 88210 OCT 14 2008</p> <p>3. Service Type</p> <p><input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail</p> <p><input type="checkbox"/> Registered Mail <input type="checkbox"/> Return Receipt for Merchandise</p> <p><input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.</p> <p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes <input type="checkbox"/> No</p>	
2. Article Number (Transfer from service label)		7002 0510 0003 4612 9662	
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Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 7.60
Sent To <i>Chase Oil Corp.</i>	
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PS Form 3800, January 2001	
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7002 0510 0003 4612 9662

SANTA FE NM
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