

**KATY PIPELINE and PRODUCTION CORPORATION**

104 Audobon Lane  
Lufkin, Texas 75904  
936/632-8181

September 17, 2013

IN THE MATTER OF THE APPLICATION  
OF COG OPERATING, LLC FOR TWO  
NON-STANDARD OIL SPACING AND  
PRORATION UNITS, GUNNER 8 FEDERAL 5H  
AND THE GUNNER 8 FEDERAL 6H WELLS  
LEA COUNTY, NEW MEXICO – CASE No. 15035

And

IN THE MATTER OF THE APPLICATION  
OF COG OPERATING, LLC FOR NON-  
STANDARD SPACING AND PRORATION UNIT  
AND COMPULSORY POOLING  
GUNNER 5 FEE COM 1H WELL  
LEA COUNTY, NEW MEXICO – CASE No. \_\_\_\_\_

Ladies and Gentlemen:

This letter is to advise you that Katy Pipeline and Production Corporation (Katy) is a mineral owner in the N/2NW/4 and the NW/4NE/4 of Section 5, Township 26 South, Range 34 East, Lea County, New Mexico; and as such Katy supports the testimony entered into by the following expert witnesses regarding the above referenced applications and other such matters as are discussed regarding this acreage:

James Ball - Land  
George Scott, III - Geologist  
John Maxey – Engineer

Katy also supports the testimony found in the Pre-Hearing Statement of Yates Holdings LLP.

Additionally, Katy was not shown on the Exhibit "A" listings of the owners on any of the COG Operating LLC Applications; and therefore, was not given proper notice.

Respectfully submitted,



Melvin R. Todd  
President

Oil Conservation Division  
Case No. 15035, 15044  
Exhibit No. 7