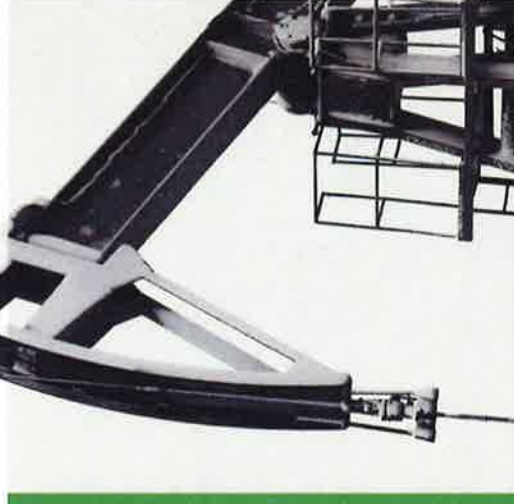


COG OPERATING LLC
Boone 16 State Com 4H
Section 21-T21S-33E
Lea County, New Mexico



BEFORE THE OIL CONSERVATION DIVISION
EXAMINER HEARING May 16, 2019

Case No. 20417 (Amended)



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

**APPLICATION OF COG OPERATING LLC
FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.**

CASE NO. 20417

SUPPLEMENTAL AFFIDAVIT OF LUKE BEDRICK

Luke Bedrick, of lawful age and being first duly sworn, declares as follows:

1. My name is Luke Bedrick. I work for COG Operating LLC ("COG") as a Landman. I previously testified by affidavit as an expert in petroleum land matters in Case No. 20417, which was heard by the New Mexico Oil Conservation Division on May 2, 2019.

2. The purpose of this supplemental affidavit is to provide clarification as to the following unmarketable title owners identified on **Revised COG Exhibit No. 1B** that COG is seeking to pool in this case:

- i. E.G.L. Resources, Inc. (working interest)
- ii. Newman Resources, LLC (working interest)
- iii. Printz II, LLC (working interest)
- iv. S.E.S. Energy Ltd. (working interest)
- v. S.E.S. Oil & Gas, Inc. (working interest)
- vi. Starck Family Oil & Gas, LLC (working interest)

3. The parties identified as "unmarketable title owners" are individuals or other entities that appear in the public records as having potential claims to ownership of oil, gas or mineral interests in the proposed spacing unit; however, whether they actually own an interest is unclear due to a title defect or a title dispute. COG seeks to pool these potential owners out of an

abundance of caution in the event it is proven that they do in fact own an oil, gas or mineral interest in the proposed spacing unit.

4. In addition, please see attached **Revised COG Exhibit No. 1B** which I have revised to correct a typographical error and to reflect the contractual working interest of Bullhead Energy, LLC in each tract, whose interest arises from an area of mutual interest obligation with Advance Energy Partners Hat Mesa, LLC.

FURTHER AFFIANT SAYETH NOT.


LUKE BEDRICK

STATE OF TEXAS)
) ss.
COUNTY OF Midland)

SUBSCRIBED and SWORN to before me this 8th day of May 2019 by Luke Bedrick.


NOTARY PUBLIC

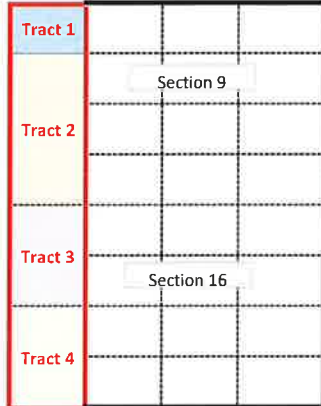
My Commission Expires:

9/9/2021



COG - Boone 16 State Com 4H

W½W½ Section 9, Township 21 South, Range 33 East, N.M.P.M.
W½W½ Section 16, Township 21 South, Range 33 East, N.M.P.M.
Limited in depth to the Bone Spring Formation



Tract 1 : Section 9: NW¼NW¼ (40.0 acres)	
COG Operating LLC	55.00000000%
Advance Energy Partners Hat Mesa, LLC	39.25000000%
Chevron U.S.A., Inc.	5.00000000%
Bullhead Energy, LLC	0.75000000%
Total	100.00000000%

Tract 2: Section 9: SW¼NW¼, W½SW¼ (120.0 acres)	
COG Operating LLC	51.80000000%
Advance Energy Partners Hat Mesa, LLC	46.13000000%
Chevron U.S.A., Inc.	1.80000000%
Bullhead Energy, LLC	0.27000000%
Total	100.00000000%

Tract 3 : Section 16: W½NW¼ (80.00 acres)	
COG Operating LLC	75.00000000%
Advance Energy Partners Hat Mesa, LLC	25.00000000%
Total	100.00000000%

Tract 4 : Section 16: W½SW¼ (80.00 acres)	
COG Operating LLC	75.00000000%
Advance Energy Partners Hat Mesa, LLC	25.00000000%
Total	100.00000000%

Record Title Owner Tract 1	
COG Operating LLC	100.00000000%
Total	100.00000000%

Record Title Owner Tract 2	
COG Operating LLC	100.00000000%
Total	100.00000000%

Record Title Owner Tract 3	
Advance Energy Partners Hat Mesa, LLC	100.00000000%
Total	100.00000000%

Record Title Owner Tract 4	
Advance Energy Partners Hat Mesa, LLC	100.00000000%
Total	100.00000000%

Unit Working Interest	
COG Operating LLC	63.80000000%
Advance Energy Partners Hat Mesa, LLC	34.70500000%
Chevron U.S.A., Inc.	1.30000000%
Bullhead Energy, LLC	0.19500000%
Total	100.00000000%

Unmarketable Title Owners
E. G. L. Resources, Inc. Newman Resources, LLC Printz II, LLC S.E.S. Energy Ltd. S.E.S. Oil & Gas, Inc. Starck Family Oil & Gas, LLC

Overriding Royalty Interest Owners
Liberty Energy Corporation Mike Petraitis PBEX Resources, LLC

Uncommitted Working Interest Owners

HOLLAND & HART



Michael H. Feldewert
Recognized Specialist in the
Area of Natural Resources –
Oil and Gas Law – New Mexico
Board of Legal Specification
mfeldewert@hollandhart.com

April 24, 2019

VIA CERTIFIED MAIL
CERTIFIED RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

Re: Amended Application of COG Operating LLC for compulsory pooling, Lea County, New Mexico.
Boone 16 State Com 4H Well

This letter is to advise you that COG Operating Inc. has filed the enclosed application with the New Mexico Oil Conservation Division. A hearing has been requested before a Division Examiner on May 16, 2019, and the status of the hearing can be monitored through the Division's website at <http://www.emnrd.state.nm.us/ocd/>. Division hearings will commence at 8:15 a.m. in Porter Hall at the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 19.15.4.13.B to file a Pre-hearing Statement four business days in advance of a scheduled hearing. This statement must be filed at the Division's Santa Fe office at the above specified address and should include: the names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

If you have any questions about this matter, please contact Luke Bedrick at (432) 686-3000 or Lbedrick@concho.com.

Sincerely,

Michael H. Feldewert

ATTORNEY FOR COG OPERATING LLC

T 505.988.4421 F 505.983.6043

110 North Guadalupe, Suite 1, Santa Fe, NM 87501-1849

Mail to: P.O. Box 2208, Santa Fe, NM 87504-2208

www.hollandhart.com

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New Mexico

Utah

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Wyoming



Shipment Confirmation Acceptance Notice

A. Mailer Action

Note to Mailer: The labels and volume associated to this form online, **must** match the labeled packages being presented to the USPS® employee with this form.

COG/OCD 20417
Boone State Com 14H
51500.0010 (amended)

Shipment Date: 04/24/2019

Shipped From:

Name: HOLLAND & HART LLP

Address: 110 N GUADALUPE ST # 1

City: SANTA FE

State: NM ZIP+4® 87501

Type of Mail	Volume
Priority Mail Express®	
Priority Mail®	0
First-Class Package Service®	
Returns	
International*	
Other	12
Total	12

*Start time for products with service guarantees will begin when mail arrives at the local Post Office™ and items receive individual processing and acceptance scans.

B. USPS Action

Note to RSS Clerk:

1. Home screen > Mailing/Shipping > More
2. Select Shipment Confirm
3. Scan or enter the barcode/label number from PS Form 5630
4. Confirm the volume count message by selecting Yes or No
5. Select Pay and End Visit to complete transaction

USPS EMPLOYEE: Please scan upon pickup or receipt of mail.
Leave form with customer or in customer's mail receptacle.

USPS SCAN AT ACCEPTANCE



9275 0901 1935 6200 0014 0788 03



Name and Address of Sender

Holland & Hart LLP
110 N Guadalupe St # 1
Santa Fe NM 87501

Check type of mail or service

- ☐ Adult Signature Required
☐ Adult Signature Restricted Delivery
☒ Certified Mail
☐ Certified Mail Restricted Delivery
☐ Collect on Delivery (COD)
☐ Insured Mail
☐ Priority Mail
- ☐ Priority Mail Express
☐ Registered Mail
☐ Return Receipt for Merchandise
☐ Signature Confirmation
☐ Signature Confirmation Restricted Delivery

USPS Tracking/Article Number

Addressee (Name, Street, City, State, & ZIP Code™)

1. 9214 8901 9403 8382 1959 07

EOG Resources Inc 5509 Champions Drive Midland TX 79706

2. 9214 8901 9403 8382 1959 14

Liberty Energy Corporation 175 Berkeley Street MST21-A214 Boston MA 02116

3. 9214 8901 9403 8382 1959 21

Mike Petrakis 1603 Holloway Ave Midland TX 79701

4. 9214 8901 9403 8382 1959 38

PBEX Resources LLC 223 W Wall Suite 900 Midland TX 79701

5. 9214 8901 9403 8382 1959 45

Newman Resources LLC PO BOX 10886 Midland TX 79702

6. 9214 8901 9403 8382 1959 52

Printz II LLC 223 W Wall Street Midland TX 79701

7. 9214 8901 9403 8382 1959 69

S E S Energy Ltd PO BOX 10886 Midland TX 79702

8. 9214 8901 9403 8382 1959 76

S E S Oil & Gas Inc PO BOX 10886 Midland TX 79702

Total Number of Pieces Listed by Sender
12

Total Number of Pieces Received at Post Office

Postmaster, Per (Name of receiving employee)

Firm Mailing Book For Accountable Mail

Affix Stamp Here
(if issued as an international certificate of mailing or for additional copies of this receipt).
Postmark with Date of Receipt.

Postage	(Extra Service) Fee	Handling Charge	Actual Value if Registered	Insured Value	Due Sender if COD	ASR Fee	ASRD Fee	RD Fee	RR Fee	SC Fee	SCRD Fee	SH Fee
0.49	3.50	Handling Charge - If Registered and over \$50,000 in value							1.60			
0.49	3.50								1.60			
0.49	3.50								1.60			
0.49	3.50					Adult Signature Required	Adult Signature Restricted Delivery	Restricted Delivery	Return Receipt	Signature Confirmation	Signature Confirmation Restricted Delivery	Special Handling
0.49	3.50								1.60			
0.49	3.50								1.60			
0.49	3.50								1.60			
0.49	3.50								1.60			



Firm Mailing Book For Accountable Mail

Affix Stamp Here
(if issued as an international
certificate of mailing or for
additional copies of this receipt).
Postmark with Date of Receipt.

Name and Address of Sender		Check type of mail or service	
Holland & Hart LLP 110 N Guadalupe St # 1 Santa Fe NM 87501		<input type="checkbox"/> Adult Signature Required <input type="checkbox"/> Priority Mail Express <input type="checkbox"/> Adult Signature Restricted Delivery <input type="checkbox"/> Registered Mail <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Certified Mail Restricted Delivery <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Collect on Delivery (COD) <input type="checkbox"/> Signature Confirmation <input type="checkbox"/> Insured Mail <input type="checkbox"/> Signature Confirmation Restricted Delivery <input type="checkbox"/> Priority Mail	
USPS Tracking/Article Number		Addressee (Name, Street, City, State, & ZIP Code™)	
9.	9214 8901 9403 8382 1959 83	Starck Family Oil & Gas LLC 190 E Stacy Road Suite 306-373 Allen TX 79002	
10.	9214 8901 9403 8382 1959 90	Advance Energy Partners Hat Mesa LLC 11490 Westheimer Road Suite 950 Houston TX 77077	
11.	9214 8901 9403 8382 1960 03	Chevron U S A Inc 6301 Deauville Blvd Midland TX 79706	
12.	9214 8901 9403 8382 1960 10	E G L Resources Inc PO BOX 10886 Midland TX 79702	
Total Number of Pieces Listed by Sender		Postmaster, Per (Name of receiving employee)	

COG/OCD 20417
Boone State Com 14H
(Amended)

Barcode	Recipient	Status
9.21489E+21	EOG Resources Inc 5509 Champions Drive Midland TX 79706	Delivered Signature Received
9.21489E+21	Liberty Energy Corporation 175 Berkeley Street MST21-A214 Boston MA 02116	Delivered Signature Received
9.21489E+21	Mike Petraitls 1603 Holloway Ave Midland TX 79701	In-Transit
9.21489E+21	PBEX Resources LLC 223 W Wall Suite 900 Midland TX 79701	Delivered Signature Received
9.21489E+21	Newman Resources LLC PO BOX 10886 Midland TX 79702	Delivered Signature Received
9.21489E+21	Printz II LLC 223 W Wall Street Midland TX 79701	Delivered Signature Received
9.21489E+21	S E S Energy Ltd PO BOX 10886 Midland TX 79702	Delivered Signature Received
9.21489E+21	S E S Oil & Gas Inc PO BOX 10886 Midland TX 79702	Delivered Signature Received
9.21489E+21	Starck Family Oil & Gas LLC 190 E Stacy Road Suite 306-373 Allen TX 75002	Delivered Signature Received
9.21489E+21	Advance Energy Partners Hat Mesa LLC 11490 Westheimer Road Suite 950 Houston TX 77077	Delivered Signature Received
9.21489E+21	Chevron U S A Inc 6301 Deauville Blvd Midland TX 79706	Delivered Signature Received
9.21489E+21	E G L Resources Inc PO BOX 10886 Midland TX 79702	Delivered Signature Received

Affidavit of Publication

STATE OF NEW MEXICO
COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

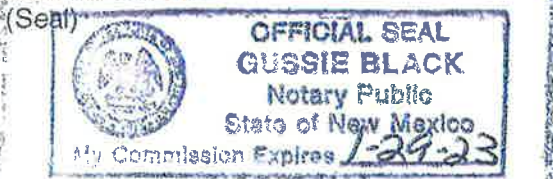
Beginning with the issue dated
April 30, 2019
and ending with the issue dated
April 30, 2019.


Publisher

Sworn and subscribed to before me this
30th day of April 2019.


Business Manager

My commission expires
January 29, 2023



This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said

LEGAL NOTICE APRIL 30, 2019

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

The State of New Mexico through its Oil Conservation Division hereby gives notice pursuant to law and the Rules and Regulations of the Division of the following public hearing to be held at 8:15 A.M. on May 16, 2019, in the Oil Conservation Division Hearing Room at 1220 South St. Francis, Santa Fe, New Mexico, before an examiner duly appoint for the hearing. If you are an individual with a disability who is in need of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary aid or service to attend or participate in the hearing, please contact: Florene Davidson at 505-476-3458 or through the New Mexico Relay Network, 1-800-659-1779 by May 6, 2019. Public documents, including the agenda and minutes, can be provided in various accessible forms. Please contact Florene Davidson if a summary or other type of accessible form is needed.

STATE OF NEW MEXICO TO:
All named parties and persons
having any right, title, interest
or claim in the following case
and notice to the public.

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

To: All overriding royalty interest owners and pooled parties, including: Advance Energy Partners Hat Mesa, LLC; Chevron U.S.A. Inc.; E. G. L. Resources, Inc.; Newman Resources, LLC; Printz II, LLC; S.E.S. Energy Ltd; S.E.S. Oil & Gas, Inc.; Starok Family Oil & Gas, LLC; EOG Resources, Inc.; Liberty Energy Corporation; Mike Petraltis, his heirs and devisees; PBEX Resources, LLC.

CASE 20417: Amended Application of COG Operating LLC for compulsory pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order pooling all uncommitted interest owners in the Bone Spring formation (WC-025 G-08 S213304D: Bone Spring Pool (97895)) underlying a 320-acre standard horizontal spacing unit comprised of the W/2 W/2 of Sections 9 and 16, Township 21 South, Range 33 East, Lea County, New Mexico. Applicant seeks to dedicate the above-referenced horizontal spacing unit to the proposed Boone 16 State Com 4H well to be drilled from a surface hole location in the NW/4 NW/4 (Unit D) of Section 21 to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 9. Also, to be considered will be the cost of drilling and completing the well, the allocation of the cost thereof, the actual operating costs and charges for supervision, the designation of COG Operating LLC as operator, and the imposition of 200% charge for risk involved in drilling and completing the well. Said area is located approximately 25 miles west of Eunice, New Mexico.

#34091

67100754

00227591

HOLLAND & HART LLC
PO BOX 2208
SANTA FE,, NM 87504-2208