

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

**APPLICATION OF COG OPERATING LLC
FOR A NON-STANDARD SPACING AND
PRORATION UNIT AND COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.**

CASE NOS. 15495 and 15496

COG's PRE-HEARING STATEMENT

COG Operating LLC ("COG"), the applicant in the above referenced matters, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

One Concho Center
600 W. Illinois Avenue
Midland, TX 79701

ATTORNEY

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APPLICANT'S STATEMENT OF CASE

In Case No. 15495, COG seeks an order (1) creating a 160-acre, more or less, spacing and proration unit comprised of the S/2 S/2 of Section 27, Township 17 South, Range 28 East, NMPM, Eddy County, New Mexico; and (2) pooling all mineral interests in the Yeso formation from the top of the Yeso to a depth of 4,000 feet. This non-standard spacing unit will be the project area for the proposed **Halberd 27 State Com No 1H Well**, which will be horizontally drilled from a surface location in the SW/4 SW/4 (Unit M) of Section 26 to a standard bottom hole location in the SW/4 SW/4 (Unit M) of Section 27.

In Case No. 15496, COG seeks an order (1) creating a 160-acre, more or less, spacing and proration unit comprised of the S/2 S/2 of Section 27, Township 17 South, Range 28 East, NMPM, Eddy County, New Mexico; and (2) pooling all mineral interests in the Yeso formation from a depth of 4,000 feet to the bottom of the Yeso. This non-standard spacing unit will be the project area for COG's proposed **Halberd 27 State Com No 21H Well**, which will be horizontally drilled from a surface location in the SW/4 SW/4 (Unit M) of Section 26 to a standard bottom hole location in the SW/4 SW/4 (Unit M) of Section 27.

The completed interval for each of these wells will comply with the Division's setback requirements.

APPLICANT'S PROPOSED EVIDENCE

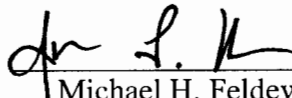
WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Dylan Park Landman	Approx. 20	Approx. 10
Greg Clark Geologist	Approx. 20	Approx. 6

PROCEDURAL MATTERS

COG requests that Cases 15495 and 15496 be consolidated for hearing.

Respectfully submitted,

HOLLAND & HART LLP



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