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

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

CASE NO. 21343

PRE-HEARING STATEMENT OF COG OPERATING LLC

COG Operating, LLC, the applicant in the above referenced matter, submits this Pre-

Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES OF THE PARTIES

APPLICANT:

ATTORNEYS:

COG Operating LLC

One Concho Center 600 West Illinois Avenue Midland, Texas 79701 Ocean Munds-Dry Michael Rodriguez 1048 Paseo de Peralta Santa Fe, New Mexico 87501 (505) 780-8000 omundsdry@concho.com mrodriguez@concho.com

INTERESTED PARTY:

MRC Permian Company

EOG Resources, Inc.

ATTORNEYS:

James Bruce jamesbruc@aol.com

Earl E. DeBrine, Jr., Deana M. Bennett, Lance D. Hough earl.debrine@modrall.com deana.bennett@modrall.com lance.hough@modrall.com

STATEMENT OF THE CASE

Applicant in the above-styled cause seeks an order pooling all uncommitted interest owners in the Wolfcamp formation [Purple Sage Wolfcamp Gas Pool (98220)] underlying a standard 767.94-acre, more or less, horizontal spacing unit comprised of the E/2 of Sections 24 and 25, and the E/2 of irregular Section 36, Township 26 South, Range 28 East, Eddy County, New Mexico. Applicant seeks to dedicate the above-referenced horizontal spacing unit to the to the following proposed wells:

- Momba Fed Com #701H well to be drilled from a surface hole location in SE/4 SE/4 (Unit P) of Section 13 to a bottom hole location in the SE/4 NE/4 (Lot 4) of Section 36;
- Momba Fed Com #702H well to be drilled from a surface hole location in SW/4 SE/4 (Unit O) of Section 13 to a bottom hole location in the SE/4 NE/4 (Lot 4) of Section 36; and
- Momba Fed Com #703H well to be drilled from a surface hole location in SW/4 SE/4 (Unit O) of Section 13 to a bottom hole location in the SW/4 NE/4 (Lot 3) of Section 36.

Also, to be considered will be the cost of drilling and completing the wells, the allocation of the cost thereof, the actual operating costs and charges for supervision, the designation of applicant as operator, and the imposition of 200% charge for risk involved in drilling and completing each well. Said area is located approximately 13 miles south of Malaga, New Mexico.

PROPOSED EVIDENCE

WITNESS	ESTIMATED TIME	EXHIBITS
Hunter Hall, Landman	Via Affidavit	Approx. 3
Travis Sparks, Geologist	Via Affidavit	Approx. 4

PROCEDURAL MATTERS

COG Operating LLC intends to present this case by affidavit.

Respectfully submitted,

COG OPERATING LLC

/s/ Michael Rodriguez

Ocean Munds-Dry Michael Rodriguez COG Operating LLC 1048 Paseo de Peralta Santa Fe, New Mexico 87501 (505) 780-8000 omundsdry@concho.com mrodriguez@concho.com

ATTORNEYS FOR COG OPERATING LLC

CERTIFICATE OF SERVICE

I hereby certify that on August 13, 2020, I filed with the Division clerk the foregoing document and served a copy of the foregoing document to the following counsel of record via

Electronic Mail:

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/s/ Michael Rodriguez

Ocean Munds-Dry Michael Rodriguez