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

APPLICATION OF COG OPERATING LLC TO AMEND ORDER NO. R-21345 TO EXTEND TIME TO COMMENCE DRILLING OPERATIONS LEA COUNTY, NEW MEXICO

> CASE NO. 21561 ORDER NO. R-21345 (Re-Open)

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
Michael Rodriguez
ONE Paseo de Peralta

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INTERESTED PARTY: ATTORNEYS:

None. None.

STATEMENT OF THE CASE

Applicant in the above-styled cause seeks an extension of time to drill the wells authorized by Division Order No. R-21345. The Division issued Order No. R-21345 in Case No. 21264 on June 5, 2020, which created a 480-acre, more or less, standard horizontal spacing unit comprised

of the E/2 of Section 20 and NE/4 of Section 29, Township 25 South, Range 35 East, Lea County, New Mexico ("Unit"), and designated COG as the operator of the Unit. Order No. R-21442 further pooled all uncommitted interests within the WC-025 G-08 S2535340; Bone Spring Pool (97088) underlying the Unit and dedicated the Unit to the Green Beret Federal Com 501H, 601H, and 602H wells ("Wells"). Paragraph 20 of Order No. R-21345 requires COG to commence drilling the Wells within one (1) year of the date of the Order unless COG obtains a time extension from the Division Director for good cause shown. Due to the downturn in commodity pricing, COG now plans to commence drilling the Wells in late 2021. COG requests that Order No. R-21345 be reopened to extend the time to commence drilling the Wells to December 1, 2021.

PROPOSED EVIDENCE

WITNESS ESTIMATED TIME EXHIBITS

Matt Solomon, Landman Via affidavit Approx. 3

PROCEDURAL MATTERS

COG Operating LLC intends to present this case by affidavit.

Respectfully submitted,

COG OPERATING LLC

/s/ Michael Rodriguez

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ATTORNEYS FOR COG OPERATING LLC