

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

**AMENDED APPLICATIONS OF NADEL AND GUSSMAN PERMIAN,
L.L.C. AND COG OPERATING LLC FOR A NON-STANDARD OIL SPACING AND
PRORATION UNIT AND COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.**

CASE NOS. 14627 & 14628

COG's CONSOLIDATED PRE-HEARING STATEMENT

This consolidated pre-hearing statement is submitted by COG OPERATING, LLC as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

COG Operating, LLC
Attn: Stuart Dirks
550 W. Texas Avenue Suite 100
Midland, Texas 79701
(432) 685-4354

ATTORNEY

Michael H. Feldewert
Holland & Hart LLP
Post Office Box 2208
Santa Fe, New Mexico 87504
(505) 988-4421

OTHER PARTIES

Nadel and Gussman, L.L.C.

ATTORNEY

James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504-1056
(505) 982-2043

STATEMENT OF THE CASE

Since the filing of the initial applications in these matters, COG Operating LLC has entered into an agreement with Nadel and Gussman Perman L.L.C. under which COG intends to drill the Patton 5 Fee Well No. 6 (formerly proposed as the Big Iron Well No. 1) as a horizontal well in the Glorieta-Yeso formation at a surface location in the NW $\frac{1}{4}$ SW $\frac{1}{4}$ and a terminus in the NE $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 5, and the Patton 5 Fee Well No. 8 (formerly proposed as the Big Iron Well

RECEIVED OGD
2011 DEC 22 A 10:23

No. 2) as a horizontal well in the Glorieta-Yeso formation at a surface location in the SW $\frac{1}{4}$ SW $\frac{1}{4}$ and a terminus in the SE $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 5. COG therefore seeks an order (1) approving 160-acre non-standard oil spacing and proration units (project areas) in the Glorieta-Yeso formation comprised of the N/2 S/2 of Section 5 for the Patton 5 Fee Well No. 6 and the S/2 S/2 of Section 5 for the Patton Fee Well No. 8, and (2) pooling the remaining mineral interests in the Glorieta-Yeso formation underlying these non-standard spacing and proration units.

PROPOSED EVIDENCE

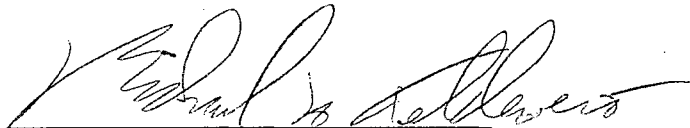
APPLICANT:

WITNESSES	EST. TIME	EXHIBITS
Stuart Dirks, Landman	Approx. 20 Minutes	Approx. 5

PROCEDURAL MATTERS

COG Operating, LLC requests that Case Nos. 14627 and 14628 be consolidated for hearing.

Respectfully submitted,



Michael H. Feldewert
Adam G. Rankin
Holland & Hart, LLP
Post Office Box 2208
Santa Fe, New Mexico 87504
(505) 988-4421
(505) 983-6043 Facsimile

ATTORNEYS FOR COG OPERATING, LLC