

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

**IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
DIVISION FOR THE PURPOSE OF  
CONSIDERING:**

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

**CASE NO. 14866**

**RECEIVED OCD  
2012 JUN 14 P 3:41**

**PRE-HEARING STATEMENT**

This pre-hearing statement is submitted by applicant as required by the Oil Conservation Division.

**APPEARANCES**

**APPLICANT**

COG Operating LLC  
550 West Texas Avenue  
Suite 100  
Midland, Texas

**APPLICANT'S ATTORNEY**

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

**OPPONENT**

None at this time.

**OPPONENT'S ATTORNEY**

**APPLICANT'S STATEMENT OF CASE**

COG Operating LLC seeks an order (1) creating a non-standard 160-acre spacing and proration unit comprised of the W/2 E/2 of Section 2, Township 19 South, Range 26 East,

NMPM, Eddy County, New Mexico; and (2) pooling all mineral interests in the Yeso formation underlying this acreage to form a 160-acre project area in this formation. COG proposes to dedicate the above-referenced spacing and proration unit as the project area for its proposed Grant 2 Fee 3H Well (API #30-015-39587), to be horizontally drilled from a surface location 330 feet from the South line and 1910 feet from the East line (Unit O) to a bottom hole location 330 feet from the North line and 2260 feet from the East line (Lot 2) of Section 2.

#### **APPLICANT'S PROPOSED EVIDENCE**

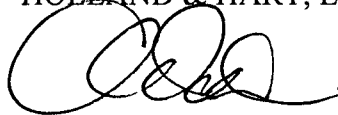
| <b>WITNESS<br/>Name and Expertise</b> | <b>ESTIMATED TIME</b> | <b>EXHIBITS</b> |
|---------------------------------------|-----------------------|-----------------|
| Davis Armour, Petroleum<br>Landman    | Approx. 15 min.       | Approx. 5       |
| Greg Clark, Petroleum<br>Geologist    | Approx. 20 min.       | Approx. 5       |

#### **PROCEDURAL MATTERS**

None at this time.

Respectfully submitted,

HOLLAND & HART, LLP



---

William F. Carr  
Michael H. Feldewert  
Adam G. Rankin  
Post Office Box 2208  
Santa Fe, New Mexico 87504  
(505) 988-4421  
(505) 983-6043 Facsimile  
[wcarr@hollandhart.com](mailto:wcarr@hollandhart.com)  
[mfeldewert@hollandhart.com](mailto:mfeldewert@hollandhart.com)  
[agrarkin@hollandhart.com](mailto:agrarkin@hollandhart.com)

**ATTORNEYS FOR COG OPERATING, LLC**