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 THE CREATION OF A NEW POOL, SPECIAL POOL RULES AND THE CONTRACTION OF THE GRAYBURG JACKSON SEVEN RIVERS-QUEEN-GRAYBURG-SAN ANDRES-GLORIETA-YESO (PADDOCK) POOL, EDDY COUNTY, NEW MEXICO.

CASE NO. 14885

PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by COG Operating LLC as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

COG Operating LLC Attn: Brandon Gaynor 550 West Texas Ave. Midland, Texas 79701 (432) 685-4304

ATTORNEY

Ocean Munds-Dry Senior Attorney COG Operating LLC 1048 Paseo de Peralta Santa Fe, New Mexico (505) 780-8000

STATEMENT OF THE CASE

Applicant seeks an order establishing a new pool within the Grayburg-Jackson West Cooperative Unit that extends from the top of the Glorieta to the top of the Abo formation. Within the new Yeso pool, Concho seeks special rules allowing for a depth bracket allowable of 300 barrels of oil per day and a limiting gas:oil ratio of 3000 to 1. Concho also seeks contraction of the Grayburg Jackson-Seven Rivers-Queen-Grayburg-San Andres-Glorieta-Yeso (Paddock) Pool to extend from the top of the Seven Rivers formation to the top of the Glorieta formation. The pool is located approximately 18 miles East of Artesia, New Mexico.

PROPOSED EVIDENCE

APPLICANT

WITNESSES	ESTIMATED TIME	<u>EXHIBITS</u>
Brandon Gaynor Landman	Approx. 20 min	Approx. 10
Harvin Broughton Senior Geoscientist	Approx. 20 min	Approx. 10
Chris Bezner Petroleum Engineer	Approx. 20 min.	Approx. 10

PROCEDURAL MATTERS

COG Operating LLC has none at this time.

Ocean Munds-Dry

Attorney for COG Operating LLC