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

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

CASE NO. 15304

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by COG Operating LLC (COG), as required by NMAC 19.15.4.13.B.

APPEARANCES

<u>APPLICANT</u>	ATTORNEY	2015 JUN	REC
COG Operating LLC One Concho Center 600 W. Illinois Avenue Midland, Texas 79701	Gabrielle A. Gerholt Ocean Munds-Dry 1048 Paseo de Peralta Santa Fe, New Mexico 87501 (505) 780 -8000	N-4 A 4 13	IVED OCD
Nadel and Gussman Permian, LLC 601 N. Marienfeld, Suite 508 Midland, Texas 79701	James Bruce Post Office Box 1056 Santa Fe, New Mexico 87504 (505) 982-2151		

STATEMENT OF THE CASE

COG seeks an order (1) creating a non-standard 240-acre spacing and proration unit comprised of Lot 3, SE/4 NW/4 and E/2 SW/4 of Section 5 and the E/2 NW/4 of Section 8, Township 20 South, Range 30 East, N.M.P.M., Eddy County, New Mexico; and (2) pooling all mineral interests in the Bone Spring formation (Parkway; Bone Spring Pool (Pool Code 49622)) underlying this proposed non-standard spacing and proration unit. COG proposes to dedicate the above-referenced spacing and proration unit as the project area for its proposed Solution

Federal Com 3H Well, which will be horizontally drilled from a surface location in the NE/4 NW/4 (Lot 3) of Section 5 to a standard bottom hole location in the SW/4 NW/4 (Unit F) of Section 8. The completed interval for this well will remain within the 330-foot standard offset required by the Statewide Rules set forth in 19.15.15 NMAC.

APPLICANT'S PROPOSED EVIDENCE

WITNESS	ESTIMATED TIME	EXHIBITS
Aaron Young, Landman	Approx. 15 minutes	Approx. 5
Jason Hanzel, Geologist	Approx. 10 minutes	Approx. 5

PROCEDURAL MATTERS

None at this time.

Respectfully submitted,

By: Servill asurot

Gabrielle A. Gerholt Ocean Munds-Dry 1048 Paseo de Peralta

Santa Fe, New Mexico 87505

Phone: (505) 780-8000 Facsimile: (505) 983-6043 ggerholt@concho.com omundsdry@concho.com

Attorneys for COG Operating LLC