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

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

CASE NOS. 15466 and 15467

COG's PRE-HEARING STATEMENT

COG Operating LLC, the applicant in the above referenced matters, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

<u>APPLICANT</u>

One Concho Center 600 W. Illinois Avenue Midland, TX 79701

<u>ATTORNEY</u>

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APPLICANT'S STATEMENT OF CASE

In these two cases, COG Operating LLC seeks an order (1) creating two 240-acre spacing and proration units comprised of the E/2 SE/4 of Section 19 and the E/2 E/2 of Section 30 (1H Well) and the W/2 SE/4 of Section 19 and the W/2 E/2 of Section 30 (2H Well), Township 24 South, Range 35 East, NMPM, Lea County, New Mexico; and (2) pooling all mineral interests in the WC-025 G-09 S243532M; Wolfbone Pool (98098) underlying this acreage. The non-standard spacing and proration unit comprised of the E/2 SE/4 of Section 19 and the E/2 E/2 of Section 30 will be the project area for the proposed **Fascinator Fee No. 1H Well,** which will be

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horizontally drilled from a surface location in the SE/4SE/4 (Unit P) of Section 30 to a standard bottom hole location in the NE/4 SE/4 (Unit I) of Section 19.

The non-standard spacing and proration unit comprised of the W/2 SE/4 of Section 19 and the W/2 E/2 of Section 30 will be the project area for the proposed **Fascinator Fee No. 2H Well,** which will be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 30, to a standard bottom hole location in the NW/4 SE/4 (Unit J) of Section 19. The completed interval for each of these wells will comply with the Division's setback requirements.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Adam Reker Landman	Approx. 15	Approx. 10
Carrie Martin Geologist	Approx. 15	Approx. 5

PROCEDURAL MATTERS

COG requests that Cases 15466 and 15467 be consolidated for hearing. COG objects to a continuance.

Respectfully submitted,

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ATTORNEYS FOR COG OPERATING LLC

CERTIFICATE OF SERVICE

I hereby certify that on March 24, 2016, I served a copy of the foregoing document to the following via electronic mail to:

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