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

APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

CASE NO. 22076

PRE-HEARING STATEMENT

COG Operating LLC ("Applicant") submits its Pre-Hearing Statement pursuant to the rules

of the Oil Conservation Division.

APPEARANCES

APPLICANT COG Operating LLC

ATTORNEYS

Dana S. Hardy Michael Rodriguez P.O. Box 2068 Santa Fe, NM 87504-2068 Phone: (505) 982-4554 Facsimile: (505) 982-8623 dhardy@hinklelawfirm.com mrodriguez@hinklelawfirm.com

INTERESTED PARTIES No other parties of record.

ATTORNEYS

STATEMENT OF THE CASE

Applicant applies for an order pooling all uncommitted interests from the top of the Wolfcamp formation to 10,408' (being 100' below the base of the deepest depth drilled by the Myox 30 State Com 801H (API No. 30-025-45752), top of the Wolfcamp formation being interpreted as 9,002' TVD as shown on the log of Marbob Energy Corporation-Red Ryder State #1 well (API No. 30-015-35150), Section 25, T25S-R27E, Eddy County, New Mexico) underlying a 963.36-acre, more or less, standard horizontal spacing unit comprised of Lots 1-4 and E/2W/2

(W/2 equivalent) of Sections 19, 30 and 31, Township 25 South, Range 28 East, Eddy County, New Mexico ("Unit"). The Unit will be dedicated to the following proposed initial wells:

- Myox 30 State Com 704H well to be horizontally drilled from a surface hole location in the SE/4SW/4 (Unit N) of Section 18 to a bottom hole location in the SE/4SW/4 (Unit N) of Section 31, and
- Myox 30 State Com 705H and Myox 30 State Com 706H wells to be horizontally drilled from a surface hole location in the SW4/SW4 (Lot 4) of Section 18 to a bottom hole location in the SW/4SW/4 (Lot 4) of Section 31 (collectively the "Wells").

The completed intervals of the Wells will be unorthodox. Also to be considered will be the costs of drilling and completing the wells and the allocation of the costs, the designation of COG Operating, LLC as the operator of the wells, and a 200% charge for the risk involved in drilling and completing the wells. The well is located approximately 8 miles southwest of Malaga, New Mexico.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Lizzy Laufer	Landman	Affidavit	Approx. 7
Jessica Pontiff	Geologist	Affidavit	Approx. 5

PROCEDURAL MATTERS

Applicant will present its case by affidavit if there is no opposition to its application.

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Respectfully submitted,

HINKLE SHANOR, LLP

/s/ Dana S. Hardy Dana S. Hardy Michael Rodriguez P.O. Box 2068 Santa Fe, NM 87504-2068 Phone: (505) 982-4554 Facsimile: (505) 982-8623 dhardy@hinklelawfirm.com mrodriguez@hinklelawfirm.com *Counsel for COG Operating LLC*

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QUESTIONS

Operator:	OGRID:
COG OPERATING LLC	229137
600 W Illinois Ave	Action Number:
Midland, TX 79701	38835
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony		
Please assist us by provide the following information about your testimony.		
Number of witness	Not answered.	
Testimony time (in minutes)	Not answered.	

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