

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

**APPLICATION OF COG OPERATING, LLC
FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.**

CASE NOS. 22881, 22882

CONSOLIDATED PRE-HEARING STATEMENT

COG Operating, LLC (“COG” or “Applicant”) submits its Consolidated Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPLICANT

COG Operating, LLC

ATTORNEYS

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INTERESTED PARTIES

None.

ATTORNEYS

STATEMENT OF THE CASE

In **Case No. 22881**, COG applies for an order pooling all uncommitted interests within the Bone Spring formation underlying a 640-acre, more or less, standard horizontal spacing unit comprised of the E/2 of Sections 9 and 16, Township 24 South, Range 32 East, Lea County, New Mexico. The Unit will be dedicated to following wells:

- Double ABJ 16 Federal Com 501H well, which will be horizontally drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 16 to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 9; and

- Double ABJ 16 Federal Com 502H well, which will be horizontally drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 16 to a bottom hole location in the NW/4 NE/4 (Unit B) of Section 9.

The completed intervals of the wells will be orthodox. The completed interval of the Double ABJ Federal Com 502H well will be located within 330' of the quarter-quarter section line separating the E/2 E/2 and W/2 E/2 of Sections 9 and 16 to allow for the creation of a 640-acre standard horizontal spacing unit.

In **Case No. 22882**, COG applies for an order pooling all uncommitted interests within the Wolfcamp formation underlying a 640-acre, more or less, standard horizontal spacing unit comprised of the E/2 of Sections 9 and 16, Township 24 South, Range 32 East, Lea County, New Mexico. The Unit will be dedicated to the following wells:

- Double ABJ 16 Federal Com 701H well, which will be horizontally drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 16 to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 9;
- Double ABJ 16 Federal Com 702H well, which will be horizontally drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 16 to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 9; and
- Double ABJ 16 Federal Com 703H well, which will be horizontally drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 16 to a bottom hole location in the NW/4 NE/4 (Unit B) of Section 9.

The completed intervals of the wells will be orthodox. The completed interval of the Double ABJ 16 Federal Com 702H well will be located within 330' of the quarter-quarter section line separating the E/2 E/2 and W/2 E/2 of Sections 9 and 16 to allow for the creation of a 640-acre standard horizontal spacing unit.

Also to be considered in each case will be the cost of drilling and completing the Wells and the allocation of the costs, the designation of Applicant as the operator of the Wells, and a 200% charge for the risk involved in drilling and completing the Wells.

The Wells are located approximately 29 miles northwest of Jal, New Mexico.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Michael Potts	Landman	Affidavit	Approx. 5
Joseph Dishron	Geologist	Affidavit	Approx. 4

PROCEDURAL MATTERS

Applicant requests Case Nos. 22881 and 22882 be consolidated for hearing. Applicant will present its cases by affidavit if there is no opposition.

Respectfully submitted,

HINKLE SHANOR, LLP

/s/ Dana S. Hardy

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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
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QUESTIONS

Action 121928

QUESTIONS

Operator: COG OPERATING LLC 600 W Illinois Ave Midland, TX 79701	OGRID: 229137
	Action Number: 121928
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony	
<i>Please assist us by provide the following information about your testimony.</i>	
Number of witnesses	<i>Not answered.</i>
Testimony time (in minutes)	<i>Not answered.</i>