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

# APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING AND APPROVAL OF NON-STANDARD SPACING UNIT, EDDY COUNTY, NEW MEXICO

**CASE NO. 24286** 

### PRE-HEARING STATEMENT

COG Operating LLC ("COG" or "Applicant") submits its Pre-Hearing Statement pursuant

to the rules of the Oil Conservation Division.

#### APPLICANT

COG Operating LLC

### **ATTORNEYS**

Dana S. Hardy Jaclyn M. McLean Hinkle Shanor LLP P.O. Box 2068 Santa Fe, NM 87504-2068 Phone: (505) 982-4554 dhardy@hinklelawfirm.com jmclean@hinklelawfirm.com

### **INTERESTED PARTIES**

#### **ATTORNEYS**

None.

### **STATEMENT OF THE CASE**

COG applies for an order: (1) establishing a 1,600-acre, more or less, non-standard horizontal spacing unit comprised of Sections 11, 14, and the N/2 of Section 23, Township 23 South, Range 30 East, Eddy County, New Mexico ("Unit"); and (2) pooling all uncommitted interests in the Wolfcamp formation underlying the Unit. The Unit will be dedicated to the following wells ("Wells"):

- Thunderdome Federal Com #701H and Thunderdome Federal Com #702H, which will be drilled from surface hole locations in the NE/4 SW/4 (Unit K) of Section 23 to bottom hole locations in the NW/4 NW/4 (Unit D) of Section 11;
- 2. Thunderdome Federal Com #703H, Thunderdome Federal Com #704H, and Thunderdome Federal Com #705H, which will be drilled from surface hole locations in the NE/4 SW/4 (Unit K) of Section 23 to bottom hole locations in the NE/4 NW/4 (Unit C) of Section 11;
- 3. Thunderdome Federal Com #706H, Thunderdome Federal Com #707H, and Thunderdome Federal Com #708H, which will be drilled from surface hole locations in the NW/4 SE/4 (Unit J) of Section 23 to bottom hole locations in the NW/4 NE/4 (Unit B) of Section 11; and
- 4. Thunderdome Federal Com #709H and Thunderdome Federal Com #710H, which will be drilled from surface hole locations in the NW/4 SE/4 (Unit J) of Section 23 to bottom hole locations in the NE/4 NE/4 (Unit A) of Section 11.

Also to be considered will be the cost of drilling and completing the Wells and the allocation of the costs, the designation of COG as operator of the Wells, and a 200% charge for the risk involved in drilling and completing the Wells. The Wells are located approximately 14.4 miles east of Loving, New Mexico.

## **PROPOSED EVIDENCE**

Witness	Occupation	<b>Estimated</b> Time	Exhibits
Macie Valles	Land Negotiator	Affidavit	Approx. 5
Shariva Darmaoen	Geologist	Affidavit	Approx. 4

# PROCEDURAL MATTERS

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

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. Santa Fe, NM 87505

QUESTIONS

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Action 327633

QUESTIONS

Operator:	OGRID:
COG OPERATING LLC	229137
600 W Illinois Ave	Action Number:
Midland, TX 79701	327633
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

#### QUESTIONS

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