

**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**

<b>Witness</b>	<b>Occupation</b>	<b>Estimated Time</b>	<b>Exhibits</b>
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

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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

Action 121927

**QUESTIONS**

Operator: COG OPERATING LLC 600 W Illinois Ave Midland, TX 79701	OGRID: 229137
	Action Number: 121927
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

**QUESTIONS**

<b>Testimony</b>	
<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>