

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

**APPLICATIONS OF COG OPERATING LLC
FOR COMPULSORY POOLING AND APPROVAL
OF NON-STANDARD SPACING UNIT,
LEA COUNTY, NEW MEXICO.**

CASE NOS. 23333 & 23334

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

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INTERESTED PARTIES
None.

ATTORNEYS

STATEMENT OF THE CASE

In **Case No. 23333**, COG applies for an order: (1) establishing a 960-acre, more or less, non-standard horizontal spacing unit comprised of the S/2 of Section 12 and all of Section 13, Township 25 South, Range 34 East, Lea County, New Mexico; and (2) pooling all uncommitted interests from the base of the Avalon interval of the Bone Spring formation to the base of the Bone Spring formation underlying the spacing unit. The spacing unit will be dedicated to the following wells:

- **Bandana Fed Com 601H** well, to be horizontally drilled from a surface hole location in the SW/4 NE/4 (Unit G) of Section 12 to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 13;
- **Bandana Fed Com 602H** well, to be horizontally drilled from a surface hole location in the SW/4 NE/4 (Unit G) of Section 12 to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 13;
- **Bandana Fed Com 603H** well, to be horizontally drilled from a surface hole location in the SE/4 NW/4 (Unit F) of Section 12 to a bottom hole location in the SE/4 SW/4 (Unit N) of Section 13; and
- **Bandana Fed Com 604H** well, to be horizontally drilled from a surface hole location in the SE/4 NW/4 (Unit F) of Section 12 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 13.

There is a depth severance in the Bone Spring formation within the spacing unit. Accordingly, Applicant seeks to pool interests from the base of the Avalon interval of the Bone Spring Formation at a stratigraphic equivalent of approximately 10,625' to the base of the Bone Spring Formation at a stratigraphic equivalent of approximately 12,671', as shown on the Jamaica 12 Federal 1 well log (API # 30-025-33451).

In **Case No. 23334**, COG applies for an order: (1) establishing a 960-acre, more or less, non-standard horizontal spacing unit comprised of the S/2 of Section 12 and all of Section 13, Township 25 South, Range 34 East, Lea County, New Mexico; and (2) pooling all uncommitted interests in the Wolfcamp formation underlying the spacing unit. The spacing unit will be dedicated to the following wells:

- **Bandana Fed Com 702H** well, to be horizontally drilled from a surface hole location in the SW/4 NE/4 (Unit G) of Section 12 to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 13;
- **Bandana Fed Com 703H** well, to be horizontally drilled from a surface hole location in the SE/4 NW/4 (Unit F) of Section 12 to a bottom hole location in the SE/4 SW/4 (Unit N) of Section 13;
- **Bandana Fed Com 704H** well, to be horizontally drilled from a surface hole location in the SE/4 NW/4 (Unit F) of Section 12 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 13.

The completed intervals of the Bandana Fed Com wells will be orthodox. 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 Bandana Fed Com wells are located approximately 13 miles west of Jal, New Mexico.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Sean P. Miller	Landman	Affidavit	Approx. 6
Deserae Jennings	Geologist	Affidavit	Approx. 7

PROCEDURAL MATTERS

Applicant requests that the Division consolidate these matters for hearing. Applicant will present these matters 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.
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QUESTIONS

Action 190172

QUESTIONS

Operator: COG OPERATING LLC 600 W Illinois Ave Midland, TX 79701	OGRID: 229137
	Action Number: 190172
	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>