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 NO. 23958

PRE-HEARING STATEMENT

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

APPLICANT ATTORNEYS

COG Operating LLC

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INTERESTED PARTIES ATTORNEYS

None.

STATEMENT OF THE CASE

COG applies for an order pooling all uncommitted interests in the Wolfcamp formation underlying a 640-acre, more or less, standard horizontal spacing unit comprised of the E/2 of Sections 5 and 8, Township 26 South, Range 34 East, Lea County, New Mexico ("Unit"). Applicant seeks to dedicate the Unit to the following wells ("Wells"): Gunner 8 Federal Com 601H, Gunner 8 Federal Com 701H, and Gunner 8 Federal Com 706H wells, which will be drilled from surface hole locations in the NW/4 NE/4 (Unit B) of Section 5 to bottom hole locations in the SE/4 SE/4 (Unit P) of Section 8; and the Gunner 8 Federal Com 602H and Gunner 8

Federal Com 702H wells, which will be drilled from surface hole locations in the NW/4 NE/4 (Unit B) of Section 5 to bottom hole locations in the SW/4 SE/4 (Unit O) of Section 8.

The completed intervals of the Wells will be orthodox. The completed interval of the Gunner 8 Federal Com 601H 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 5 and 8 to allow for the creation of a standard 640-acre 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 17.2 miles southwest of Jal, New Mexico.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Michael Potts	Land Negotiator	Affidavit	Approx. 5
Ben Breyman	Geologist	Affidavit	Approx. 4

PROCEDURAL MATTERS

Applicant will present these matters by affidavit if there is no opposition.

Respectfully submitted,

HINKLE SHANOR, LLP

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QUESTIONS

Action 289982

QUESTIONS

Operator:	OGRID:
COG OPERATING LLC	229137
600 W Illinois Ave	Action Number:
Midland, TX 79701	289982
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

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