

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

MAR 15 2018 PM03:47

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

CASE NO. 16030

COG's PRE-HEARING STATEMENT

COG Operating LLC ("COG"), the applicant in the above referenced matter, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

COG Operating LLC
One Concho Center
600 W. Illinois Avenue
Midland, Texas 79701

ATTORNEY

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APPLICANT'S STATEMENT OF CASE

COG seeks an order (1) creating a 320.89-acre, more or less, spacing and proration unit comprised of the W/2 W/2 of Section 4 and the W/2 W/2 of Section 9, Township 25 South, Range 35 East, NMPM, Lea County, New Mexico; and (2) pooling all uncommitted interests in a wildcat Wolfbone pool (WC-025 G-09 S243532M; Wolfbone Pool (Pool Code 98098)). The three proposed horizontal wells will be pad drilled from a surface location in the SE/4 SW/4 (Unit N) of Section 9 to bottom hole locations in the NE/4 NW/4 (Lot 3) of Section 4. COG proposes to dedicate the W/2 W/2 spacing and proration unit as the project area for its proposed **Fez Fed Com No. 603H Well**, its proposed **Fez Fed Com No. 604H Well**, its proposed **Fez Fed Com No. 702H**

Well, its proposed **Fez Fed Com No. 703H Well**, its proposed **Fez Fed Com No. 704H Well**, and its proposed **Fez Fed Com No. 705H Well**. The six proposed horizontal wells will be pad drilled from a surface location in the SW/4 SW/4 (Unit M) of Section 9 to bottom hole locations in the NW/4 NW/4 (Lot 4) of Section 4. The completed intervals for the Fez Fed Com No. 603H Well, the Fez Fed Com No. 604H Well, the Fez Fed Com No. 703H Well, the Fez Fed Com No. 704H Well, and the Fez Fed Com No. 705H Well will remain within the 330-foot offset as required by the Statewide rules for oil wells. The completed interval for the Fez Fed Com No. 702H Well will be at a non-standard location. COG has applied administratively for approval of a non-standard location for the Fez Fed Com No. 702H Well.

APPLICANT'S PROPOSED EVIDENCE

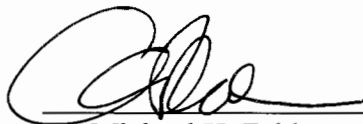
WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Mike Wallace, Landman	Approx. 5	Approx. 4
Dean Snidow, Geologist	Approx. 5	Approx. 3

PROCEDURAL MATTERS

None at this time.

Respectfully submitted,

HOLLAND & HART LLP



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