

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

**IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION DIVISION
FOR THE PURPOSE OF CONSIDERING:**

**APPLICATION OF COG OPERATING LLC FOR
COMPUSLORY POOLING, EDDY COUNTY, NEW MEXICO.**

CASE NOS. 20979

PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by COG Operating LLC as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT
COG Operating LLC

ATTORNEY
Ocean Munds-Dry
1048 Paseo de Peralta
Santa Fe, New Mexico 87501
(505) 748-8000

STATEMENT OF THE CASE

Applicant in the above styled cause seeks an order (1) creating a 320-acre, more or less, horizontal spacing and proration unit comprised of the E/2E/2 of Sections 30 and 31, Township 25 South, Range 28 East, Eddy County, New Mexico; and (2) pooling all uncommitted interests in the Bone Spring Formation. Said spacing unit shall be dedicated to the **Myox 31 State Com Well No. 501H** with a surface location in the SE/4SE/4 (Unit P) of Section 31 and a bottom hole location in NE/4NE/4 (Unit A) of Section 30. The completed interval and the first and last take points for these wells will remain within the standard offset required by the Rules. Also to be considered will be the cost of drilling and completing the wells and the allocation of the costs thereof, as well as actual operating costs and charges for supervision, designation of COG Operating LLC as operator of the wells, and a 200% penalty for risk involved in the drilling the wells.

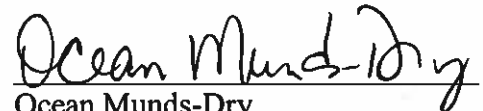
PROPOSED EVIDENCE

APPLICANT

WITNESSES	EXHIBITS	ESTIMATED TIME
Travis Macha, Land	Approx. 5	Approx. 15 minutes
Chesney Gilleland, Geology	Approx. 5	Approx. 15 minutes

PROCEDURAL MATTERS

Concho requests Cases 20979, 20980 & 20981 be consolidated for hearing.


Ocean Munds-Dry
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