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

APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

CASE NO. 20927

EOG RESOURCES, INC.'S CONSOLIDATED PRE-HEARING STATEMENT

EOG Resources, Inc. ("EOG") hereby submits this Pre-Hearing Statement for the abovereferenced case pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT ATTORNEY

COG Operating LLC Ocean Munds-Dry

William F. Carr Elizabeth A. Ryan Michael Rodriguez COG Operating LLC 1048 Paseo de Peralta

Santa Fe, New Mexico 87501

OPPONENT ATTORNEY

EOG Resources, Inc. Earl E. DeBrine, Jr.

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STATEMENT OF THE CASE

In Case No. 20927, COG Operating LLC seeks an order from the division pooling all uncommitted interest owners in the Wolfcamp formation underlying a standard 1280-acre, more or less, horizontal spacing unit comprised of all of Sections 10 and 3, Township 26 South, Range

29 East, NMPM, Eddy County, New Mexico. COG Operating LLC seeks to dedicate the abovereferenced horizontal spacing unit to the following proposed wells:

- The **Rock Jelly Fed Com 701H** well to be horizontally drilled from a surface hole location in the NE/4NE14 (Unit A) of Section 3 to a bottom hole location in the SE/4SE/4 (Unit P) of Section 10.
- The **Rock Jelly Fed Com 702H** well to be horizontally drilled from a surface hole location in the NE/4NE/4 (Unit A) of Section 3 to a bottom hole location in the SW/4SE/4 (Unit 0) of Section 10,
- The **Rock Jelly Fed Corn 703H** well to be horizontally drilled from a surface hole location in the NE/4NW/4 (Unit C) of Section 3 to a bottom hole location in the SE/4SW/4 (Unit N) of Section 10,
- The **Rock Jelly Fed Com 704H** well to be horizontally drilled from a surface hole location in the NE/4NW/4 (Unit C) of Section 3 to a bottom hole location in the SE/4SW/4 (Unit N) of Section 10.
- The Rock Jelly Fed Com 705H well to be horizontally drilled from a surface hole location in the NE/4NW/4 (Unit C) of Section 3 to a bottom hole location in the SW/4SW/4 (Unit M) of Section 10.

EOG, an opponent in this case filed by COG Operating LLC ("Concho"), owns acreage in the proposed 1280-acre spacing unit that COG Operating LLC seeks to force pool and has its own competing proposal for development of a 1280-acre spacing unit comprised of all of Sections 10 and 15, Township 26 South, Range 29 East, NMPM, Eddy County, New Mexico. EOG opposes Concho's application in this case because an order pooling EOG's acreage to form a 1280-acre spacing unit for Concho's proposed Rock Jelly wells violates EOG's correlative rights and causes waste. EOG is filing an application for compulsory pooling and this case should be heard in conjunction with the hearing involving EOG's competing development plan.

PROPOSED EVIDENCE

| WITNESS | ESTIMATED TIME | EXHIBITS |
|----------------------------|----------------|-----------------|
| Chloe Sawtelle – Landman | Approx. 20 | Approx. 5 |
| Brandon Swain – Geologist | Approx. 20 | Approx. 4 |
| Marielle Spinks – Engineer | Approx. 20 | Approx. 5 |

PROCEDURAL MATTERS

EOG has requested that the February 20, 2020 hearing be continued.

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS

& SISK, P.A.

By:____<u>C</u>

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CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was served on the following counsel of record by electronic mail on February 13, 2020:

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Ву:

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