

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

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

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

Case No. 15520

**COG OPERATING LLC'S
PRE-HEARING STATEMENT**

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

APPEARANCES

APPLICANT

COG Operating LLC
550 W. Texas Avenue
Suite 100
Midland, Texas 79701

ATTORNEY

William F. Carr
Senior Counsel
Concho Resources
1048 Paseo de Peralta
Santa Fe, New Mexico 87501

OPPOSITION

Yates Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210-2118

ATTORNEY / REPRESENTATIVE

James Bruce
P.O. Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

STATEMENT OF THE CASE

COG's application seeks an order (i) approving a 160-acre non-standard spacing and proration unit comprised of the W/2 W/2 of Section 13, Township, 23 South, Range 34 East NMPM, and (ii) pooling all uncommitted mineral interests in the Bone Spring formation, North Antelope Ridge Bone Spring Pool, underlying this acreage. The proposed non-standard spacing and proration unit will be the project area for the Banter State #4H well, which has been horizontally drilled from a surface location in the NW/4

NW/4 (Unit D) to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 13, Township 23 South, Range 34 East. The completed interval for the well complies with the Division's setback requirements.

PROPOSED EVIDENCE

APPLICANT

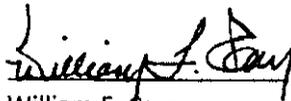
<u>WITNESSES</u>	<u>ESTIMATED TIME</u>	<u>EXHIBITS</u>
Mike Wallace (Landman)	20 minutes	Approx. 6
Logan Chatterton (Geologist)	10 minutes	Approx. 3

COG reserves the right to call a rebuttal witness(es) if appropriate.

PROCEDURAL MATTERS

COG is not aware of any procedural matters to be resolved prior to hearing.

COG OPERATING LLC



William F. Carr

Senior Counsel

Concho Resources

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Counsel for COG Operating LLC

CERTIFICATION OF SERVICE

I certify that a copy of this Pre-hearing Statement was served by e-mail upon the following counsel of record this 28th day of July, 2016.

James Bruce

jamesbruc@aol.com



William F. Carr