

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

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

**Case No. 15741**

**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**

COG is the applicant in this case. Its business address is 600 West Illinois Avenue, Midland, Texas 79701. COG is represented by the undersigned counsel.

**STATEMENT OF THE CASE**

COG's application seeks an order (i) approving a 240-acre, non-standard spacing and proration unit comprised of the E/2 E/2 of Section 35 and the E/2 SE/4 of Section 26, Township 22 South, Range 31 East, N.M.P.M., in Eddy County, and (ii) pooling all uncommitted mineral interests in the Bone Spring formation underlying this acreage. The proposed non-standard spacing and proration unit will be the project area for the Tankless Federal Com #2H well, which will be horizontally drilled from a surface location in Unit P of Section 35 to a bottom hole location in Unit I of Section 26, Township 22 South, Range 31 East. The completed interval for the well will comply with the Division's setback requirements.

**PROPOSED EVIDENCE**

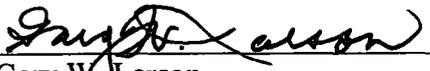
<u>WITNESS</u>	<u>ESTIMATED TIME</u>	<u>EXHIBITS</u>
Ashley Roush (Landman)	10 minutes	Approx. 7
Allison Holcomb (Geologist)	10 minutes	Approx. 3

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 the hearing.

HINKLE SHANOR, LLP

  
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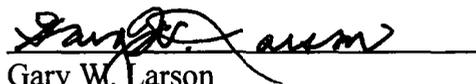
*Counsel for COG Operating LLC*

**CERTIFICATE OF SERVICE**

I hereby certify that a copy of this Pre-Hearing Statement was served upon the following counsel of record this 29<sup>th</sup> day of June, 2017 by email:

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*Attorney for OXY USA, Inc.*

  
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Gary W. Larson