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

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

CASE NO. 15760

COG's PRE-HEARING STATEMENT

COG Operating LLC, 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

Michael H. Feldewert, Esq. Jordan L. Kessler, Esq. Holland & Hart, LLP Post Office Box 2208 Santa Fe, New Mexico 87504-2208 (505) 988-4421 (505) 983-6043 Facsimile

APPLICANT'S STATEMENT OF CASE

COG Operating LLC seeks an order (1) creating a 240-acre, more or less, spacing and proration unit comprised of the E/2 W/2 of Section 11 and the E/2 SW/4 of Section 2, Township 20 South, Range 25 East, NMPM, Eddy County, New Mexico; and (2) pooling all uncommitted interests in the N Seven Rivers; Glorieta Yeso Pool (97565). COG proposes to dedicate the above-referenced spacing and proration unit as the project area for the **Bone Yard 11 Fee No. 16H Well,** which will be horizontally drilled from a surface location in the NE/4 SW/4 (Unit K) of Section 2 to a non-standard bottom hole location in the SE/4 SW/4 (Unit N) of Section 11. The completed

interval for this well is unorthodox pursuant to the Statewide Rules set forth in 19.15.15 NMAC. COG has applied administratively for approval of an unorthodox well location.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise Stuart Dirks – Landman	Approx. 15	EXHIBITS Approx. 8

PROCEDURAL MATTERS

None at this time.

Respectfully submitted,

HOLLAND & HART LLP

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