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

APPLICATION OF MATADOR PRODUCTION COMPANY FOR A NON-STANDARD SPACING AND PRORATION UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 15784

COG's PRE-HEARING STATEMENT

COG Operating LLC, an opposing party in the above referenced matter, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

Matador Production Company

ATTORNEY

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OPPOSING PARTY

COG Operating LLC One Concho Center 600 W. Illinois Avenue Midland, Texas 79701

ATTORNEY

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APPLICANT'S STATEMENT OF CASE

Applicant in the above-styled cause seeks an order (1) creating a 160-acre, more or less, spacing and proration unit comprised of the N/2 N/2 of Section 10, Township 24 South, Range 28 East NMPM, Eddy County, New Mexico; and (2) pooling all uncommitted mineral interests in the Bone Spring formation. Said non-standard unit is dedicated to applicants proposed **Guitar 10-24S-28E RB No. 121H Well**, which will be horizontally drilled from a surface location in the NW/4 NW/4 (Unit D) of Section 11 to a standard bottom hole location in the NW/4 NW/4 (Unit D) of Section 10. The completed interval for this well will remain within the 330-foot standard offset required by the Statewide Rules set forth in 19.15.15 NMAC.

COG objects to the application as an offset lessee because Matador's proposed surface location is on COG lease. COG was not provided notice or opportunity to discuss from Matador until receipt of this application.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
James Martin	30 minutes	5

PROCEDURAL MATTERS

None at this time.

Respectfully submitted,

COG OPERATING LLC

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CERTIFICATE OF SERVICE

I hereby certify that on July 27, 2017, I served a copy of the foregoing document to the following counsel of record via Electronic Mail to:

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