

**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 NOS. 15423, 15424, 15425 & 15426

COG's PRE-HEARING STATEMENT

COG Operating LLC, the applicant in the above referenced matters, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

One Concho Center
600 W. Illinois Avenue
Midland, TX 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

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APPLICANT'S STATEMENT OF CASE

In these four cases, COG Operating LLC seeks an order (1) creating four 160-acre spacing and proration units comprised of the W/2 W/2 and E/2 W/2, W/2 E/2, and E/2 E/2 of Section 16, Township 19 South, Range 26 East, NMPM, Eddy County, New Mexico; and (2) pooling all mineral interests in the Yeso formation underlying this acreage. The W/2 W/2 non-standard spacing and proration unit will be the project area for the proposed **Custer 16 State**

Com No. 1H Well, which will be horizontally drilled from a surface location in the SW/4 SW/4 (Unit M) to a standard bottom hole location in the NW/4 NW/4 (Unit D) of Section 16.

The E/2 W/2 non-standard spacing and proration unit will be the project area for the proposed **Custer 16 State Com No. 2H Well**, which will be horizontally drilled from a surface location in the SE/4 SW/4 (Unit N) to a standard bottom hole location in the NE/4 NW/4 (Unit C) of Section 16.

The W/2 E/2 non-standard spacing and proration unit will be the project area for the proposed **Custer 16 State Com No. 3H Well**, which will be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) to a standard bottom hole location in the NW/4 NE/4 (Unit B) of Section 16.

The E/2 E/2 non-standard spacing and proration unit will be the project area for the proposed **Custer 16 State No. 4H Well**, which will be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) to a standard bottom hole location in the NE/4 NE/4 (Unit A) of Section 16. The completed interval for each of these wells will comply with the Division's setback requirements.

APPLICANT'S PROPOSED EVIDENCE

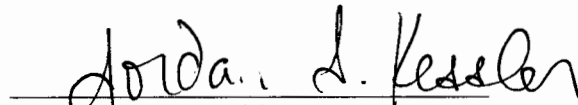
WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Stuart Dirks Landman	Approx. 20	Approx. 10
Greg Clark Geologist	Approx. 15	Approx. 5

PROCEDURAL MATTERS

COG requests that Cases 15423, 15424, 15425, and 15426 be consolidated for hearing.

Respectfully submitted,

HOLLAND & HART, LLP

A handwritten signature in black ink, reading "Jordan L. Kessler". The signature is written in a cursive, flowing style. The first name "Jordan" is written with a large, prominent "J". The last name "Kessler" is written with a large, prominent "K". The signature is written over a horizontal line.

Michael H. Feldewert

Jordan L. Kessler

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Santa Fe, New Mexico 87504-2208

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mfeldewert@hollandhart.com

jlkessler@hollandhart.com

ATTORNEYS FOR COG OPERATING LLC