

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

**APPLICATION OF COG OPERATING LLC
FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.**

CASE NO. 20836

PRE-HEARING STATEMENT OF COG OPERATING LLC

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 OF THE PARTIES

APPLICANT:

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

ATTORNEY:

Ocean Munds-Dry
William F. Carr
Elizabeth A. Ryan
Michael Rodriguez
1048 Paseo de Peralta
Santa Fe, New Mexico 87501
(505) 780-8000
omundsdry@concho.com
wcarr@concho.com
eryan@concho.com
mrodriguez@concho.com

STATEMENT OF THE CASE

Applicant in the above-styled cause seeks an order from the division pooling all uncommitted interest owners in the Bone Spring formation, Willow Lake; Bone Spring Pool (Pool code 96217), underlying a standard 1280-acre, more or less, horizontal spacing unit comprised of all of Sections 21 and 28, Township 25 South, Range 29 East, NMPM, Eddy County, New Mexico.

COG Operating LLC seeks to dedicate the above-referenced horizontal spacing unit to the following proposed wells:

- The **Admiral Fed Com 501H** well to be horizontally drilled from a surface hole location in the SW/4SW/4 (Unit M) of Section 28 to a bottom hole location in the NW/4NW/4 (Unit D) of Section 21,
- The **Admiral Fed Com 502H** well to be horizontally drilled from a surface hole location in the SW/4SW/4 (Unit M) of Section 28 to a bottom hole location in the NE/4NW/4 (Unit C) of Section 21,
- The **Admiral Fed Com 503H** well to be horizontally drilled from a surface hole location in the SE/4SW/4 (Unit N) of Section 28 to a bottom hole location in the NE/4NW/4 (Unit C) of Section 21,
- The **Admiral Fed Com 504H** well to be horizontally drilled from a surface hole location in the SE/4SE/4 (Unit P) of Section 28 to a bottom hole location in the NW/4NE/4 (Unit B) of Section 21,
- The **Admiral Fed Com 505H** well to be horizontally drilled from a surface hole location in the SE/4SE/4 (Unit P) of Section 28 to a bottom hole location in the NE/4NE/4 (Unit A) of Section 21.

The completed interval for the proposed **Admiral Fed Com 503H** will be within 330' of the quarter-quarter line separating the W/2E/2 and the E/2W/2 of Sections 21 and 28, which allows inclusion of this acreage into a standard 1280-acre, more or less, horizontal spacing unit.

Also to be considered will be the timing of the drilling and completing of said wells, the allocation of the cost thereof, the actual operating costs and charges for supervision, the designation of COG Operating LLC as operator of the wells, and the imposition of 200% charge

for risk involved in drilling and completing said wells. COG requests an extension of the time period to drill and complete the initial wells. Said area is located approximately 8 miles southeast of Malaga, New Mexico.

PROPOSED EVIDENCE

WITNESS	ESTIMATED TIME	EXHIBITS
Monica Beal, Landman	Via Affidavit	Approx. 6
Travis Sparks, Geologist	Via Affidavit	Approx. 4

PROCEDURAL MATTERS

COG Operating LLC intends to present this case by affidavit.

Respectfully submitted,

COG OPERATING LLC

By: 

Ocean Munds-Dry
William F. Carr
Elizabeth A. Ryan
Michael Rodriguez
COG Operating LLC
1048 Paseo de Peralta
Santa Fe, New Mexico 87501
(505) 780-8000

ATTORNEYS FOR COG OPERATING LLC

