

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

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

CASE NOS. 20998 & 20999

COG'S CONSOLIDATED PRE-HEARING STATEMENT

COG Operating LLC ("COG") (OGRID No. 229137), applicant in the above-referenced cases, submits this consolidated Pre-Hearing Statement, pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

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

ATTORNEY

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APPLICANT'S STATEMENT OF CASE

In **Case No. 20998**, COG seeks an order: (1) pooling all uncommitted interests in the Bone Spring formation (Hay Hollow; Bone Spring; North, Pool Code: 30216) underlying a standard 320-acre, more or less, horizontal spacing unit comprised of the W/2 E/2 of Sections 24 and 25, Township 25 South, Range 27 East, NMPM, Eddy County, New Mexico; and (2) dedicating the above-referenced horizontal spacing unit to the proposed initial **Daisy 24 State Com #505H well** (API No. 30-015-pending) to be drilled from a surface hole location in NE/4 NE/4 (Unit A) of Section 24, to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 25.

The completed interval for the proposed **Daisy 24 State Com #505H well** (API No. 30-015-pending) will comply with statewide setbacks for horizontal oil wells.

In **Case No. 20999**, COG seeks an order: (1) pooling all uncommitted interests in the Bone Spring formation (Hay Hollow; Bone Spring; North, Pool Code: 30216) underlying a standard 320-acre, more or less, horizontal spacing unit comprised of the E/2 E/2 of Sections 24 and 25, Township 25 South, Range 27 East, NMPM, Eddy County, New Mexico; and (2) dedicating the above-referenced horizontal spacing unit to the following proposed initial **Daisy 24 State Com #506H well** to be drilled from a surface hole location in NE/4 NE/4 (Unit A) of Section 24, to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 25. The completed interval for the proposed **Daisy 24 State Com #506H well** will comply with statewide setbacks for horizontal oil wells.

APPLICANT'S PROPOSED EVIDENCE

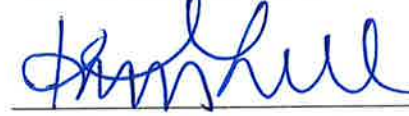
WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Travis Macha, Landman	Affidavit	Approx. 5
Chesney Gilleland, Geologist	Affidavit	Approx. 3

PROCEDURAL MATTERS

COG respectfully requests that these cases be consolidated for purposes of hearing. COG intends to present these cases by affidavit if uncontested at time of hearing.

Respectfully submitted,

HOLLAND & HART LLP



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