

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

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

**CASE NO. 21066**

**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 (1) creating a 640-acre, more or less, horizontal spacing unit comprised of the W/2 of Section 5 and W/2 of Section 8, Township 26 South, Range 34 East, N.M.P.M.. Lea County, New Mexico; and (2) pooling all uncommitted interests in the Wolfcamp Formation, Bobcat Draw Wolfcamp Pool [Pool Code: 98094]. Said spacing unit shall be dedicated to the:

- **Gunner 8 Fed Com 603H** well which will be horizontally drilled from a surface location in the NE/4NW/4 (Unit C) of Section 5 to a bottom hole location in the SE/4SW/4 (Unit N) of Section 8;
- **Gunner 8 Fed Com 604H** well which will be horizontally drilled from a surface location in the NW/4NW/4 (Unit D) of Section 5 to a bottom hole location in the SW/4SW/4 (Unit M) of Section 8;
- **Gunner 8 Fed Com 703H** well which will be horizontally drilled from a surface location in the NE/4NW/4 (Unit C) of Section 5 to a bottom hole location in the SE/4SW/4 (Unit N) of Section 8;
- **Gunner 8 Fed Com 704H** well which will be horizontally drilled from a surface location in the NE/4NW/4 (Unit C) of Section 5 to a bottom hole location in the SW/4SW/4 (Unit M) of Section 8; and
- **Gunner 8 Fed Com 705H** well which will be horizontally drilled from a surface location in the NW/4NW/4 (Unit D) of Section 5 to a bottom hole location in the SW/4SW/4 (Unit M) of Section 8.

The completed interval for the proposed **Gunner 8 Fed Com 704H** will be within 330 feet of the line separating the W/2W/2 and the E/2W/2 of Sections 5 and 8, which allows inclusion of this acreage into a standard 640-acre, more or less, horizontal spacing unit. The completed interval for all proposed wells will comply with the Division's statewide setback requirements.

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. Said area is located approximately 18 miles west (and slightly south) of Jal, New Mexico.

**PROPOSED EVIDENCE**

<b>WITNESS</b>	<b>ESTIMATED TIME</b>	<b>EXHIBITS</b>
Adam Reker, Landman	Via Affidavit	Approx. 3
Cody Bacon, 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**