

**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. 21424

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

ATTORNEYS:

Ocean Munds-Dry
Michael Rodriguez
1048 Paseo de Peralta
Santa Fe, New Mexico 87501
(505) 780-8000
omundsdry@concho.com
mrodriguez@concho.com

INTERESTED PARTY:

None.

ATTORNEYS:

None.

STATEMENT OF THE CASE

Applicant in the above-styled cause seeks an order pooling all uncommitted interests in the Wolfcamp formation, Purple Sage Wolfcamp Gas Pool (98220), underlying a standard 1280-acre, more or less, horizontal spacing unit comprised of all of Sections 17 and 20 Township 24 South, Range 28 East, Eddy County, New Mexico. Applicant seeks to dedicate the above-referenced horizontal spacing unit to the to the following proposed wells:

- Tomahawk Federal Unit #709H to be drilled from a surface hole location in NE/4NE/4 (Unit A) of Section 29 to a bottom hole location in the NE/4NE/4 (Unit A) of Section 17;
- Tomahawk Federal Unit #710H to be drilled from a surface hole location in NE/4NE/4 (Unit A) of Section 29 to a bottom hole location in the NW/4NE/4 (Unit B) of Section 17;
- Tomahawk Federal Unit #711H to be drilled from a surface hole location in NE/4NW/4 (Unit C) of Section 29 to a bottom hole location in the NW/4NE/4 (Unit B) of Section 17;
- Tomahawk Federal Unit #712H to be drilled from a surface hole location in NE/4NW/4 (Unit C) of Section 29 to a bottom hole location in the NE/4NW/4 (Unit C) of Section 17;
- Tomahawk Federal Unit #713H to be drilled from a surface hole location in NE/4NW/4 (Unit C) of Section 29 to a bottom hole location in the NW/4NW/4 (Unit D) of Section 17.

The completed interval for the proposed Tomahawk Federal Unit #711H well will be within 330' of the line separating the W/2 and the E/2 of Sections 17 and 20 to allow inclusion of this acreage into a standard 1280-acre, more or less, horizontal well spacing unit.

Also, to be considered will be the cost of drilling and completing the wells, the allocation of the cost thereof, the actual operating costs and charges for supervision, the designation of applicant as operator, and the imposition of 200% charge for risk involved in drilling and completing each well. Said area is located approximately 3 miles south of Malaga, New Mexico.

PROPOSED EVIDENCE

WITNESS	ESTIMATED TIME	EXHIBITS
Jeff Stout, Landman	Via Affidavit	Approx. 3
Travis Sparks, Geologist	Via Affidavit	Approx. 4

PROCEDURAL MATTERS

COG Operating LLC intends to present this case by affidavit. COG Requests that this case be consolidated with Case No. 21425.

Respectfully submitted,

COG OPERATING LLC

/s/ Michael Rodriguez

Ocean Munds-Dry
Michael Rodriguez
1048 Paseo de Peralta
Santa Fe, New Mexico 87501
(505) 780-8000
omundsdry@concho.com
mrodriguez@concho.com

ATTORNEYS FOR COG OPERATING LLC