STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES ()([) OIL CONSERVATION DIVISION

2012 HOV 20 P 12: 24.

APPLICATION OF COG OPERATING LLC FOR A NON-STANDARD SPACING AND PRORATION UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 14919

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by COG Operating LLC ("COG") as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

ATTORNEY

COG Operating LLC One Concho Center 600 W. Illinois Avenue Midland, Texas 79701 Michael H. Feldewert Adam G. Rankin Holland & Hart, LLP Post Office Box 2208 Santa Fe, New Mexico 87504-2208 (505) 988-4421 (505) 983-6043 Facsimile

STATEMENT OF THE CASE

COG seeks an order (1) creating a non-standard, 160-acre spacing and proration unit comprised of the E/2 E/2 of Section 8, Township 19 South, Range 26 East, NMPM, Eddy County, and (2) pooling all mineral interests in the Glorieta-Yeso formation underlying this acreage. This non-standard unit is to be dedicated to applicant's proposed Bradley 8 Fee 4H well to be horizontally drilled from a surface location 160 feet from the South line and 1040 feet from the East line (Unit P) to a bottom hole location 330 feet from the North line and 1040 feet from

the East line (Unit A) of Section 8. The completed interval for this well will be within the 330-foot standard offset required by Division rules.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Katie Mohebkhosravi, Petroleum Landman	Approx. 15 mins.	Approx. 5.
Greg Clark, Petroleum Geologist	Approx. 15 mins.	Approx 4.

PROCEDURAL MATTERS

None at this time.

Respectfully submitted,

HOLLAND & HART, LLP

Michael H. Feldewert Adam G. Rankin Post Office Box 2208 Santa Fe, New Mexico 87504-2208 (505) 988-4421 (505) 983-6043 Facsimile

ATTORNEYS FOR COG OPERATING LLC