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

AMENDED APPLICATION OF COG OPERATING LLC FOR A NON-STANDARD SPACING AND PRORATION UNIT, A NON-STANDARD 120-ACRE PROJECT AREA, AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 14998

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by COG Operating LLC ("COG"), as required by

NMAC 19.15.4.13.B.

APPEARANCES

APPLICANT

ATTORNEY

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STATEMENT OF THE CASE

COG seeks an order (1) creating a non-standard, 120-acre spacing and proration unit comprised of the S/2 NE/2 and the SE/4 NW/4 of Section 2, Township 17 South, Range 30 East, NMPM, Eddy County, (2) approving a non-standard 120-acre project area; and (3) pooling all mineral interests in the Yeso formation underlying this acreage. Said non-standard unit and nonstandard project area are to be dedicated to applicant's proposed Dogfish Head State 4H Well, which will be horizontally drilled from a surface location in the SW/4 NW/4 (Unit E) to a standard bottom hole location in the SE/4 NE/4 (Unit H) of Section 2. The completed interval for this well will commence in the SE/4 NW/4 (Unit F) of Section 2 and remain within the 330-foot standard offset required by the rules.

APPLICANT'S PROPOSED EVIDENCE

| WITNESS Name and Expertise | ESTIMATED TIME | EXHIBITS |
|----------------------------|--------------------|-----------|
| Sean Johnson, Landman | Approx. 10 minutes | Approx. 5 |
| Kelli Snidow, Geologist | Approx. 10 minutes | Approx. 4 |

PROCEDURAL MATTERS

None at this time.

Respectfully submitted,

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