

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

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

**Case No. 15391**

**COG OPERATING LLC'S  
PRE-HEARING STATEMENT**

COG Operating LLC ("COG") submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

**APPEARANCES**

COG is the applicant in this case. Its business address is 550 W. Texas Avenue, Suite 100, Midland, Texas 79701. COG is represented by the undersigned counsel.

**STATEMENT OF THE CASE**

COG's application requests an order (i) approving a 160-acre non-standard spacing and proration unit comprised of the E/2 W/2 of Section 15, Township 17 South, Range 32 East, N.M.P.M., in Lea County, and (ii) pooling all uncommitted mineral interests in the Yeso formation underlying this acreage. The proposed non-standard spacing and proration unit will be the project area for COG's Ivar the Boneless Fed #14H well, which will be horizontally drilled from a surface location in Unit C of Section 22, Township 17 South, Range 32 East to a bottom hole location in Unit C of Section 15, Township 17 South, Range 32 East. The completed interval for this well will comply with the Division's setback requirements.

**PROPOSED EVIDENCE**

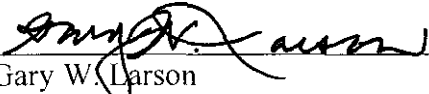
| <u>WITNESS</u>            | <u>ESTIMATED TIME</u> | <u>EXHIBITS</u> |
|---------------------------|-----------------------|-----------------|
| Joseph Scott<br>(Landman) | 10 minutes            | Approx. 7       |
| Cody Bacon<br>(Geologist) | 10 minutes            | Approx. 2       |

COG reserves the right to call a rebuttal witness(es) if appropriate.

**PROCEDURAL MATTERS**

COG is not aware of any procedural matters to be resolved prior to the hearing.

HINKLE SHANOR, LLP

  
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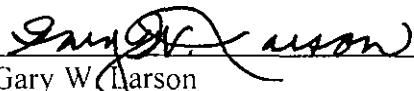
*Counsel for COG Operating LLC*

**CERTIFICATE OF SERVICE**

I hereby certify that on this 8th day of October, 2015, I served a true and correct copy of the foregoing ***COG Operating LLC's Pre-Hearing Statement*** via email to:

Ernest L. Padilla  
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*Counsel for VF Petroleum, Inc.*

  
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Gary W. Larson