

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

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

**CASE NO 15639**

**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  
550 W Texas Avenue, Suite 100  
Midland, Texas 79701

**ATTORNEY**

William F Carr, Senior Counsel  
Concho Resources  
1048 Paseo de Peralta  
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**STATEMENT OF THE CASE**

Applicant in the above-styled cause seeks an order (1) creating a 160 acre, more or less, non-standard spacing and proration unit comprised of the W/2 E/2 of Section 29, Township 25 south, Range 27 East NMPM, Eddy County, New Mexico, and (2) pooling all uncommitted interests in the Second Bone Spring formation underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed **Populus Federal #2H Well**, which will be horizontally drilled from an unorthodox surface location in the NW/4 NE/4 (Unit B) of Section 29 to an unorthodox bottom hole location in the SW/4 SE/4 (Unit O) of Section 29. The completed

interval for this well will remain within the 330 foot standard set back required by Division rules Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of COG Operating LLC as operator of the well and a 200% charge for risk involved in drilling the well Said area is located Approximately 14 miles southwest of Loving, New Mexico

**PROPOSED EVIDENCE**

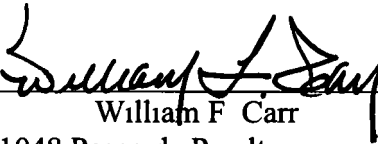
| <b><u>WITNESS</u></b>                 | <b><u>ESTIMATED TIME</u></b> | <b><u>EXHIBITS</u></b> |
|---------------------------------------|------------------------------|------------------------|
| Vincent Cuccerre<br>Petroleum Landman | Approximately 20 Minutes     | 7                      |
| Drew Bergman<br>Geologist             | Approximately 10 Minutes     | 4                      |

**PROCEDURAL MATTERS**

COG Operating LLC will request that Cases 15639 and 15640 be consolidated for the purposes of hearing with separate order to be issued

Respectfully submitted,

COG OPERATING LLC

  
William F Carr

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**ATTORNEY FOR COG OPERATING LLC**