

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

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

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FOR A NON-STANDARD SPACING AND
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**RECEIVED OGD
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CASE NO. 15810
CASE NO. 15811**

COG's PRE-HEARING STATEMENT

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

APPLICANT

COG Operating LLC
One Concho Center
600 W. Illinois Avenue
Midland, Texas 79701

ATTORNEY

Michael H. Feldewert, Esq.
Jordan L. Kessler, Esq.
Holland & Hart, LLP
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APPLICANT'S STATEMENT OF CASE

In Case No. 15810, COG Operating LLC seeks an order (1) creating a 320-acre, more or less, spacing and proration unit comprised of the E/2 W/2 of Section 16 and the E/2 W/2 of Section 21, Township 25 South, Range 35 East, NMPM, Lea County, New Mexico; and (2) pooling all uncommitted interests in the Bone Spring formation. COG proposes to dedicate the above-

referenced spacing and proration unit as the project area for the proposed **White Falcon 16 Federal Com No. 11H Well**, which will be horizontally drilled from a surface location in the NE/4 NW/4 (Unit C) of Section 16 to a standard bottom hole location in the SE/4 SW/4 (Unit N) of Section 21. The completed interval for this well will remain within the statewide setbacks for oil wells.

In Case No. 15811, COG seeks an order (1) creating a 320-acre, more or less, spacing and proration unit comprised of the W/2 W/2 of Section 16 and the W/2 W/2 of Section 21, Township 25 South, Range 35 East, NMPM, Lea County, New Mexico; and (2) pooling all uncommitted interests in the Bone Spring formation. COG proposes to dedicate the above-referenced spacing and proration unit as the project area for the proposed **White Falcon 16 State Com No. 12H Well**, which will be horizontally drilled from a surface location in the NW/4 NW/4 (Unit D) of Section 16 to a non-standard bottom hole location in the SW/4 SW/4 (Unit M) of Section 21. COG has applied administratively for approval of a non-standard location for this well.

APPLICANT'S PROPOSED EVIDENCE

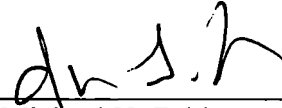
| WITNESS Name and Expertise | ESTIMATED TIME | EXHIBITS |
|---------------------------------------|-----------------------|-----------------|
| Mike Wallace – Landman | Approx. 20 | Approx. 12 |
| Carrie Martin – Geologist | Approx. 15 | Approx. 6 |
| Jayne Junell – Engineer | Approx. 10 | Approx. 4 |

PROCEDURAL MATTERS

COG respectfully requests that Case No. 15810 and 15811 be consolidated for hearing.

Respectfully submitted,

HOLLAND & HART LLP

A handwritten signature in black ink, appearing to read 'm. h. feldewert', is positioned above a horizontal line.

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