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**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.**

Case No. 15830

PRE-HEARING STATEMENT

OneEnergy Partners Operating, LLC ("OneEnergy") provides this Pre-Hearing Statement as required by the rules of the Division.

APPEARANCES

APPLICANT

COG Operating LLC

APPLICANT'S ATTORNEY

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OPPONENT/OTHER PARTIES

OneEnergy Partners Operating, LLC

OPPONENT'S ATTORNEY

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STATEMENT OF THE CASE

Applicant COG Operating LLC ("COG") seeks an order creating a 320-acre spacing and proration unit comprised of the W/2 E/2 of Section 24 and the W/2 E/2 of Section 25, Township 24 South, Range 34 East, NMPM, Lea County, New Mexico, and pooling all uncommitted interests in the Wolfcamp formation. Further, COG proposes to dedicate the 320-acre spacing and proration unit for its proposed Baseball Cap Federal Com No. 24H Well, which will be horizontally drilled from a surface location in the SE/4 SW/4 (Unit O) of Section 25 to a standard bottom hole location in the NE/4 NW/4 (Unit B) of Section 24.

OneEnergy owns acreage in the W/2 E/2 of Section 25, Township 24 South, Range 34 East, NMPM, Lea County, New Mexico. OneEnergy opposes this application on grounds that COG did not negotiate in good faith with OneEnergy prior to filing its application for force pooling, and that COG did not serve adequate or timely notice on all interest owners.

PROPOSED EVIDENCE

APPLICANT

WITNESSES

Unknown at this time.

OPPONENT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
Jeff Lierly, CPL – Petroleum Landman	20 minutes	8
Greg Clark – Petroleum Geologist	20 minutes	6
David Ramsden-Wood (Petroleum Engineer)	10 minutes	5
Rolla Hinkle (Mineral Owner/Lessor)	10 minutes	5

PROCEDURAL MATTERS

None.

Respectfully submitted,

MONTGOMERY & ANDREWS, P. A.

By: J. Scott Hall

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Attorneys for OneEnergy Partners Operating, LLC

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was served on the following counsel of record by electronic mail on October 5, 2017:

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