

**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,
EDDY COUNTY, NEW MEXICO.**

CASE NO. 16005

COG's PRE-HEARING STATEMENT

COG Operating LLC ("COG"), 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.
Adam G. Rankin, Esq.
Holland & Hart, LLP
Post Office Box 2208
Santa Fe, New Mexico 87504-2208
(505) 988-4421
(505) 983-6043 Facsimile

APPLICANT'S STATEMENT OF CASE

COG seeks an order (1) creating a 160-acre, more or less, spacing and proration unit comprised of the S/2 N/2 of Section 22, Township 17 South, Range 28 East, NMPM, Eddy County, New Mexico; and (2) pooling record title owners and other non-cost bearing interests in the San Andres formation (Red Lake; San Andres Pool (Pool Code 97253)). The above-referenced spacing and proration unit is the dedicated project area for the **Collier 22 State Com No. 43H Well**, a horizontal well that has been 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 22. The completed interval for this well is within the 330-foot offset as required by the Statewide rules for oil wells.

APPLICANT'S PROPOSED EVIDENCE

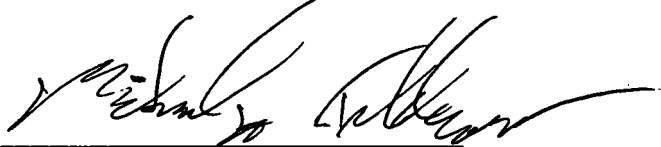
| WITNESS Name and Expertise | ESTIMATED TIME | EXHIBITS |
|---------------------------------------|-----------------------|-----------------|
| Adam Reker – Landman | Approx. 5 | Approx. 4 |
| Candice Pettijohn – Geologist | Approx. 5 | Approx. 3 |

PROCEDURAL MATTERS

None at this time.

Respectfully submitted,

HOLLAND & HART LLP



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AGRankin@hollandhart.com

ATTORNEYS FOR COG OPERATING LLC