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

APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 20271

COG OPERATING LLC'S PRE-HEARING STATEMENT

COG Operating LLC (OGRID No. 229137) submits the following Prehearing Statement

pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

COG Operating LLC

ATTORNEY

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APPLICANT'S STATEMENT OF CASE

COG is seeking an order (a) pooling all uncommitted interests in the Bone Spring formation underlying a 640-acre horizontal spacing unit comprised of the W/2 of Section 35, Township 25 South, Range 32 East and the W/2 of Section 2, Township 26 South, Range 32 East Lea County, New Mexico, and (b) dedicating the above horizontal spacing unit to ten proposed initial wells:

- The Harrier Federal Com #101H well to be drilled from a surface hole location in SE/4 SW/4 (Unit N) of Section 2 to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 35.
- The **Harrier Federal Com #102H** well to be drilled from a surface hole location in SW/4 SW/4 (Unit M) of Section 2 to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 35.
- The **Harrier Federal Com #103H** well to be drilled from a surface hole location in NW/4 NW/4 (Unit D) of Section 35 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 2.
- The **Harrier Federal Com #201H** well to be drilled from a surface hole location in SE/4 SW/4 (Unit N) of Section 2 to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 35.
- The Harrier Federal Com #202H well to be drilled from a surface hole location in NW/4 NW/4 (Unit D) of Section 35 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 2.
- The Harrier Federal Com #301H well to be drilled from a surface hole location in SE/4 SW/4 (Unit N) of Section 2 to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 35.
- The Harrier Federal Com #302H well to be drilled from a surface hole location in SE/4 SW/4 (Unit N) of Section 2 to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 35.
- The Harrier Federal Com #303H well to be drilled from a surface hole location in SE/4 SW/4 (Unit N) of Section 2 to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 35.
- The Harrier Federal Com #304H well to be drilled from a surface hole location in SW/4 SW/4 (Unit M) of Section 2 to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 35.
- The Harrier Federal Com #305H well to be drilled from a surface hole location in SW/4 SW/4 (Unit M) of Section 2 to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 35.

The completed intervals for the proposed **Harrier Federal Com #101H, 201H and 303H** wells will each be within 330 feet of the quarter-quarter line separating the W/2 W/2 and the E/2 W/2 of Sections 35 and 2 to allow inclusion of this acreage into a standard 640-acre horizontal well spacing unit. Because the proposed wells will be simultaneously drilled and completed, COG requests an extension of the time period to drill and complete the initial well from 120 days to 365 days.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Matt Solomon – Landman	Approx. 15	Approx. 12
John Bertalott – Geologist	Approx. 15	Approx. 4

PROCEDURAL MATTERS

If unopposed, COG anticipates presenting this case by affidavits.

Respectfully submitted,

HOLLAND & HART LLP

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