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. 20527

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

ATTORNEY

COG Operating LLC One Concho Center 600 W. Illinois Avenue Midland, Texas 79701 Michael H. Feldewert, Esq. Adam G. Rankin, Esq. Julia Broggi, Esq. Kaitlyn A. Luck, 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 pooling all uncommitted interests in the WC-025 G-09 S243532M; Wolfbone Pool (98098) underlying a standard 640-acre, more or less, horizontal spacing unit comprised of Lots 3-7, the SE/4 NW/4, and the E/2 SW/4 (W/2 equivalent) of irregular Section 6, and Lots 1-4, and the E/2 W/2 (W/2 equivalent) of irregular Section 7, Township 25 South, Range 35 East, Lea County, New Mexico. This horizontal spacing unit will be dedicated to the following proposed initial wells:

- The Stove Pipe Federal Com #601H, the Stove Pipe Federal Com #602H, the Stove Pipe Federal Com #701H, the Stove Pipe Federal Com #702H, the Stove Pipe Federal Com #703H, and the Stove Pipe Federal Com #704H wells to be drilled from surface hole locations in SE/4 SW/4 (Unit N) of irregular Section 31, T24S, R35E, to bottom hole locations in the SE/4 SW/4 (Unit N) of irregular Section 7, T25S, R35E.
- The Stove Pipe Federal Com #603H, the Stove Pipe Federal Com #706H, and the Stove Pipe Federal Com #707H wells to be drilled from surface hole locations in SW/4 SW/4 (Lot 4) of irregular Section 31, T24S, R35E, to bottom hole locations in the SW/4 SW/4 (Lot 4) of irregular Section 7, T25S, R35E.
- The **Stove Pipe Federal Com #705H** well to be drilled from a surface hole location in SE/4 SW/4 (Unit N) of irregular Section 31, T24S, R35E, to a bottom hole location in the SW/4 SW/4 (Lot 4) of irregular Section 7, T25S, R35E.

The completed interval for the proposed **Stove Pipe Federal Com #602H** well will be within 330' of the quarter-quarter line separating the W/2 W/2 equivalent and the E/2 W/2 equivalent of irregular Sections 6 and 7 to allow inclusion of this acreage into a standard 640-acre horizontal well spacing unit. Since the proposed wells will be simultaneously drilled and completed, COG also seeks extension of the time period to drill and complete the initial wells from 120 days to 365 days.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Megan Tipton, Landman	Approx. 10	Approx. 5
Cody Bacon, Geologist	Approx. 5	Approx. 3

PROCEDURAL MATTERS

COG intends to present this case by live witness.

Respectfully submitted,

HOLLAND & HART LLP

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