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

2010 MAR 25 P 3: 43-

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW **MEXICO**

CASE NO. 14452

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by COG Operating LLC as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

APPLICANT'S ATTORNEY

COG Operating LLC 550 W. Texas Ave.

J. Scott Hall Montgomery & Andrews

Suite 1300

P.O. Box 2307

Midland, TX 79701

Santa Fe, New Mexico 87504-2307

(505) 982-3873

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order pooling all mineral interests. order pooling all interests in all formations developed on a 40-acre basis, including the Blinebry and Paddock members of the Glorieta-Yeso formation, underlying the NW/4 SE/4 of Section 2, Township 17 South, Range 30 East, NMPM, Eddy County, New Mexico, to form a standard 40-acre spacing and proration unit. Also to be considered will be the cost of drilling and completing the well and the allocation of the coast thereof, as well as actual operating costs and charges for supervision, designation of COG Operating LLC as operator of the well, and a 200% charge for the risk involved in drilling and completing the well.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

| | WITNESSES | <u>EST. TIME</u> | <u>EXHIBITS</u> |
|--------|---------------------------|------------------|-----------------|
| OPPONE | <u>NT</u> | EST. TIME | <u>EXHIBITS</u> |
| | WITNESSES | | |
| | Brent Robertson (landman) | 20 min. | Approx. 4 |
| | Stuart Dirks (landman) | 20 min. | Approx. 4 |

PROCEDURAL MATTERS

Applicant will request that Cases 14446, 14447, 14448, 14449, 14450, 14451, 14452, 14453, and 14454 all be consolidated for hearing. All cases involve Section 2, T17S, R30E and the interest owners in each of the 40-acre units are the same.

MONTGOMERY & ANDREWS, P.A.

By: 1. 1 wan thall

J. Scott Hall, Esq.
Post Office Box 2307
Santa Fe, New Mexico 87504
(505) 982-3873

Attorneys for COG Operating LLC

Certificate of Service

| I hereby certify that a true and correct copy of the foregoing was faxed to | | | |
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| counsel of record on the day of March, 2010, as follows: | | | |
| N/A | | | |
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| J. Scott Hall | | | |
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