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

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

APPLICATION OF COG OPERATING LLC FOR APPROVAL OF A UNIT AGREEMENT, LEA COUNTY, NEW MEXICO.



PRE-HEARING STATEMENT

This pre-hearing statement is submitted by COG Operating, LLC ("Concho") as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

COG Operating, LLC Attn: Caleb Hopson 550 West Texas Ave. Midland, TX 79701 (432) 683-7443

ATTORNEY

Ocean Munds-Dry, Esq. Holland & Hart LLP 110 N. Guadalupe Suite 1 Santa Fe, NM 79701 (505) 988-4421

STATEMENT OF THE CASE

APPLICANT

Applicant seeks approval of the Corazon State Exploratory Unit from the surface to the base of the Strawn formation in an area comprising 2,555.08 acres of State of New Mexico lands in Sections 3, 4, & 10 in Township 21 South, Range 33 East, NMPM, which is located approximately 26 miles West of Eunice, New Mexico.

PROPOSED EVIDENCE

APPLICANT

WITNESSES

EST. TIME

EXHIBITS

By Affidavit

PROCEDURAL MATTERS

COG Operating, LLC has none at this time.

Sincerely,

Ocean Munds-Dry Attorney for COG Operating, LLC