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

2009 JUL 2 PM 2 41

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

CASE NO. 13270

APPLICATION OF YATES PETROLEUM CORPORATION FOR AN ORDER RESCINDING APPROVAL OF A CHANGE OF OPERATOR, EDDY COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by Holland & Hart LLP as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

Yates Petroleum Corporation Attention: Randy Patterson 105 South Fourth Street Artesia, New Mexico 88210-2118 (505) 748-1471

William F. Carr, Esq. Holland & Hart LLP Post Office Box 2208 Santa Fe, New Mexico 87504 (505) 988-4421

STATEMENT OF CASE

APPLICANT

Applicant seeks rescission of the approval of a change of operator for C. W. Trainer for the Vandiver Com State Well No. 1 (API No. 30-015-20783) located 990 feet from the South line and 660 feet from the West line (Unit M) of Section 18, Township 18 South, Range 26

25/2/

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East, NMPM Eddy County, New Mexico. This well is located approximately 6 miles South of Artesia, New Mexico.

PROPOSED EVIDENCE

APPLICANT

WITNESSES

ESTIMATED TIME

EXHIBITS

(Name and Expertise)

Charles Moran (Land)

Approx. 15 Minutes

Approx. 5

PROCEDURAL MATTERS

Yates Petroleum Corporation has none at this time.

William F. Carr

Attorney for Yates Petroleum Corporation

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CERTIFICATE OF SERVICE

follov	I certi	fy that on July 2, 2004 I served a copy of the foregoing document to the
		U.S. Mail, postage prepaid Hand Delivery Fax Electronic Service by LexisNexis File & Serve
		James Bruce, Esq. Post Office Box 1056 Santa Fe, New Mexico 87504-1056 (505) 982-2043 (505) 982-2151 facsimile

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

CASE NO. 13270: APPLICATION OF YATES PETROLEUM CORPORATION FOR AN ORDER RESCINDING APPROVAL OF A CHANGE OF OPERATOR, EDDY COUNTY, NEW MEXICO.

ENTRY OF APPEARANCE AND PRE-HEARING STATEMENT

This entry of appearance and pre-hearing statement is submitted by the Oil Conservation Division.

APPEARANCES

APPLICANT APPLICANT'S ATTORNEY William F. Carr Yates Petroleum Corporation Holland & Hart, LLP P.O. Box 2208 Santa Fe, NM 87504 (505) 988-4421 RESPONDENT'S ATTORNEY RESPONDENT James G. Bruce C.W. Trainer P.O. Box 1056 Santa Fe, NM 87504-1056 (505) 982-2043 Oil Conservation Division Gail MacQuesten Oil Conservation Division Energy, Minerals and Natural Resources Dept. 1220 S. St. Francis Drive Santa Fe, NM 87505

STATEMENT OF THE CASE

OIL CONSERVATION DIVISION:

Yates Petroleum Corporation ("Yates") seeks and order rescinding the approval of a change of operator form filed by C.W. Trainer ("Trainer") seeking a change of operator for the Vandiver Com Well No. 1.

The Oil Conservation Division believes it acted correctly in approving the change of operator from Yates to Trainer, based on the information it had before it at the time of that decision. However, the Division takes no position on the current operator dispute between Yates and Trainer. The Division has entered an appearance in this case because Yates has requested that Tim Gum, Supervisor of the Division's District 2 office, be available to testify.

PROPOSED EVIDENCE

OIL CONSERVATION DIVISION:

WITNESS:

ESTIMATED TIME:

EXHIBITS:

GMacQuesten@state.nm.us



30 min.

Well files; Documents provided by Trainer

PROCEDURAL MATTERS

None.

Respectfully submitted,

Gail MacQuesten

Oil Conservation Division Energy, Minerals and Natural

Resources Department

1220 S. St. Francis Drive

Santa Fe, NM 87505

(505) 476-3451

Attorney for the Oil Conservation Division

This Auday of July, 2004.

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following by fax this $\frac{\partial \mathcal{N}}{\partial x}$ day of July, 2004:

William Carr 983-6043

James Bruce Fax: 982-2151

Jan MacQuesten