STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

BEFORE THE OIL CONSERVATION COMMISSION

APPLICATION OF COG OPERATING, LLC FOR CANCELLATION OF OPERATOR'S AUTHORITY AND TERMINATION OF SPACING UNITS, YESO ENERGY, INC. DOW "B" 28 FED. WELL NO. 1, EDDY COUNTY, NEW MEXICO.

ZON CCT Z8 P 3: 1

CASE NO. 14,472 De Novo

APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION, THROUGH THE COMPLIANCE AND ENFORCEMENT MANAGER, FOR AN ORDER AUTHORIZING THE DIVISION TO RECOGNIZE AN OPERATOR OF RECORD FOR WELLS CURRENTLY OPERATED BY YESO ENERGY, INC.; LEA, EDDY AND CHAVES COUNTIES, NEW MEXICO.

CASE NO. 14,547

AMENDED PRE-HEARING STATEMENT OF THE OIL CONSERVATION

The Oil Conservation Division (OCD) amends its pre-hearing statement filed October 27, 2010 in Cases 14,472 and 14,547 to add the following:

STATEMENT OF THE CASE

In addition to the issues outlined in the statement of the case filed October 27, 2010, the OCD may also present testimony and exhibits related to whether the provision in Order R-12930-B, requiring that well transfers from Yeso Energy Inc. be to "another operator, not affiliated with Yeso and approved by the Division," affects the question of whether Judah Oil, LLC or COG Operating LLC should be recognized as the operator of the Dow B 28 Fed #001 well. This provision may also affect the pending request for change of operator from Yeso Energy Inc. to Judah Oil, LLC regarding the Dalton Federal #001, 30-015-25259.

RESPONDENT'S PROPOSED EVIDENCE

WITNESSES:

ESTIMATED TIME:

Jane Prouty, OCD Records and Automation Bureau Chief

10 minutes

Daniel Sanchez, OCD Compliance and Enforcement Manager

20 minutes

EXHIBITS:

The OCD has attached additional exhibits that it may seek to introduce at the hearing in these cases.

PROCEDURAL MATTERS

None at this time.

Respectfully submitted

this & day of October 2010 by

Gáil MacQuesten

Oil Conservation Division, EMNRD

CERTIFICATE OF SERVICE

I hereby certify that on October 2010 a copy of this pleading and OCD's additional proposed exhibits were e-mailed to:

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