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

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.14547 Order No. R-13309

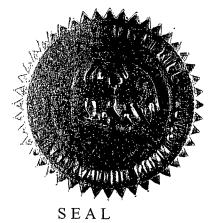
ORDER DIRECTING THE OIL CONSERVATION COMMISSION TO HEAR CASE, AND CONSOLIDATING AND SETTING CASES

This matter came before the Acting Division Director upon the written request of the Compliance and Enforcement Manager, filed August 19, 2010.

The Acting Division Director finds that the application in Case No. 14547 and Case No. 14472, which is currently before the Oil Conservation Commission on *de novo* review, arise from common facts, and the resolution of the issues in one case will likely affect the resolution of the other case. The Acting Division Director further finds that hearing the matters together will promote administrative efficiency. The Acting Division Director therefore exercises his discretion pursuant to 19.15.4.20.B NMAC to direct the Oil Conservation Commission to hear Case No.14547. Case No.14547 shall be heard with Case No. 14472.

To allow sufficient time for publication of notice, the hearing in these matters shall be set for October 7, 2010.

DONE at Santa Fe, New Mexico, on August 23, 2010.



STATE OF NEW MEXICO OIL CONSERVATION DIVISION

MARK E. FESMIRE, P.E. Acting Director