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

2016 JUN - 8 P 4: 34

APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION THROUGH THE SUPERVISOR OF DISTRICT II FOR AN EMERGENCY ORDER SUSPENDING CERTAIN APPROVED APPLICATIONS FOR PERMITS TO DRILL, AND FOR ADOPTION OF SPECIAL RULES FOR DRILLING IN CERTAIN AREAS FOR THE PROTECTION OF FRESH WATER, CHAVES AND EDDY COUNTIES, NEW MEXICO.

Case No. 15487

AMENDED PRE-HEARING STATEMENT OF YATES PETROLEUM CORPORATION

Yates Petroleum Corporation ("Yates") submits this Amended Pre-Hearing Statement as

required by the Oil Conservation Division.

APPEARANCES

<u>APPLICANT</u>

Oil Conservation Division

<u>ATTORNEY</u>

David Brooks, Esq. Energy, Minerals and Natural Resources Department of the State of New Mexico 1220 S. St. Francis Drive Santa Fe, NM 87505 Phone: (505) 476-3415 Davidk.Brooks@state.nm.us

INTERESTED PARTIES

Pecos Valley Artesian Conservancy District

<u>ATTORNEY</u>

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OPPONENTS

Yates Petroleum Corporation

ATTORNEY

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Mack Energy and Devon Energy Production Company, L.P.

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STATEMENT OF THE CASE

Applicant the Oil Conservation Division ("the Division") seeks an order adopting new casing and cementing requirements to be applied within a designated area specified by the Division. Yates opposes the Division's application on the grounds that the proposed requirements are unnecessary and will significantly increase drilling costs and safety risks.

PROPOSED EVIDENCE

WITNESS

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ESTIMATED TIME

EXHIBITS

Jeremiah Mullen (Drilling Engineer) 15 minutes

none

Yates reserves the right to call a rebuttal witness(es) if appropriate.

PROCEDURAL MATTERS

Yates is not aware of any procedural matters that need to be resolved.

Respectfully submitted,

HINKLE, HENSLEY, SHANOR & MARTIN, LLP

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Counsel for Yates Petroleum Corporation,

CERTIFICATE OF SERVICE

I hereby certify that on this 8th day of June, 2016, I served a true and correct copy of the foregoing *Amended Pre-Hearing Statement of Yates Petroleum Corporation* via email to:

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