STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION OIL 28 A 18:55

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

APPLICATION OF COG OPERATING LLC FOR A NON-STANDARD OIL SPACING AND PRORATION UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

Case No. 15,520

NOTICE OF INTERVENTION

This Notice of Intervention is submitted by Yates Petroleum Corporation ("Yates") as required by the regulations of the Oil Conservation Division.

INTERVENOR'S NAME

Yates Petroleum Corporation c/o James Bruce P.O. Box 1056 Santa Fe, New Mexico 87504 Phone: (505) 982-2043 Fax: (505) 982-2151 jamesbruc@aol.com

Attorney for Yates Petroleum Corporation

NATURE OF INTERVENOR'S INTEREST

Applicant seeks pool the interest of OXY Y-1 Company ("OXY") into the well unit for the proposed Banter State Well No. 4H (the "Well"), being the W/2W/2 of Section 13, Township 23 South, Range 34 East, NMPM, in Lea County. See below regarding Yates interest.

BASIS OF INTERVENOR'S OPPOSITION

Yates opposes the application because of the following issues:

- 1. Yates owns the OXY interest under an Operating Agreement dated January 1, 1987 between Yates, OXY, and other parties. OXY non-consented the Well under the Operating Agreement, and under the terms thereof Yates is entitled to OXY's interest.
- 2. Yates has offered the OXY interest (proportionately) to other working interest owners in the Well pursuant to a separate agreement.

As a result, the OXY interest need not be pooled because its interest is already contractually bound.

Respectfully submitted,

Jámes Bruce

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Attorney for Yates Petroleum Corporation

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record this ______ day of July, 2016 by e-mail:

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