

CREDO PETROLEUM CORP  
Form 10-Q  
June 09, 2010  
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**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

**Form 10-Q**

(Mark One)

- QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

For the quarterly period ended April 30, 2010

- TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

For the transition period from \_\_\_\_\_ to \_\_\_\_\_

Commission File Number: 0-8877

**CREDO PETROLEUM CORPORATION**

(Exact name of registrant as specified in its charter)

**Delaware**  
(State or other jurisdiction of incorporation or organization)

**84-0772991**  
(IRS Employer Identification No.)

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1801 Broadway, Suite 900, Denver, Colorado  
(Address of principal executive offices)

80202  
(Zip Code)

303-297-2200

(Registrant's telephone number, including area code)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes  No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate web site, if any, every interactive data file required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files.) Yes  No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. (See the definitions of large accelerated filer, accelerated filer and smaller reporting company in Rule 12b-2 of the Act.)

Large accelerated filer

Accelerated filer

Non-accelerated filer   
(Do not check if a smaller reporting company)

Smaller Reporting Company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes  No

Indicate the number of shares outstanding of each of the issuer's classes of common stock, net of treasury stock, as of the latest practicable date.

Date	Class	Outstanding
June 9, 2010	Common stock, \$.10 par value	10,157,000

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**CREDO PETROLEUM CORPORATION AND SUBSIDIARIES**

**Quarterly Report on Form 10-Q For the Period Ended April 30, 2010**

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The terms CREDO, Company, we, our, and us refer to CREDO Petroleum Corporation and its subsidiaries unless the context suggests otherwise.



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## ASSETS

	April 30, 2010 (Unaudited)	October 31, 2009
<b>Current Assets:</b>		
Cash and cash equivalents	\$ 10,079,000	\$ 12,348,000
Short-term investments	2,050,000	635,000
Receivables:		
Accrued oil and gas sales	1,544,000	1,566,000
Trade	186,000	487,000
Derivative assets	206,000	104,000
Other current assets	651,000	859,000
<b>Total current assets</b>	<b>14,716,000</b>	<b>15,999,000</b>
<b>Long-term Assets:</b>		
Oil and gas properties, at cost, using full cost method:		
Unevaluated oil and gas properties	8,875,000	7,363,000
Evaluated oil and gas properties	78,318,000	76,127,000
Less: accumulated depreciation, depletion and amortization of oil and gas properties	(54,697,000)	(53,211,000)
Net oil and gas properties, at cost, using full cost method	32,496,000	30,279,000
Intangible Assets, net of accumulated amortization of \$653,000 in 2010 and \$436,000 in 2009	3,796,000	4,013,000
Compressor and tubular inventory to be used in development	1,956,000	1,865,000
Other, net	402,000	396,000
<b>Total Assets</b>	<b>\$ 53,366,000</b>	<b>\$ 52,552,000</b>

The accompanying notes are an integral part of these consolidated financial statements.

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## LIABILITIES AND STOCKHOLDERS EQUITY

	April 30, 2010 (Unaudited)	October 31, 2009
<b>Current Liabilities:</b>		
Accounts payable	\$ 751,000	\$ 407,000
Revenue distribution payable	912,000	653,000
Accrued compensation	467,000	948,000
Other accrued liabilities	263,000	394,000
Derivative liability	78,000	
Income taxes payable	67,000	55,000
Total current liabilities	2,538,000	2,457,000
<b>Long Term Liabilities:</b>		
Deferred income taxes, net	2,902,000	2,537,000
Asset retirement obligation	1,411,000	1,502,000