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

APPLICATIONS OF V-F PETROLEUM, INC. FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

CASE NO. 23102 - 23104

CONSOLIDATED PRE-HEARING STATEMENT

V-F Petroleum, Inc. ("Applicant") submits its Consolidated Pre-Hearing Statement

pursuant to the rules of the Oil Conservation Division.

APPLICANT

ATTORNEYS

V-F Petroleum, Inc.

Dana S. Hardy Jaclyn McLean Yarithza Peña Hinkle Shanor LLP P.O. Box 2068 Santa Fe, NM 87504-2068 Phone: (505) 982-4554 dhardy@hinklelawfirm.com jmclean@hinklelawfirm.com

INTERESTED PARTY

ConocoPhillips Company COG Operating LLC

ATTORNEYS

Ocean Munds-Dry Elizabeth A. Ryan Joby Rittenhouse ocean.munds-dry@conocophillips.com beth.ryan@conocophillips.com joby.rittenhouse@conocophillips.com

STATEMENT OF THE CASE

In Case No 23102, Applicant applies for an order pooling all uncommitted interests within

the Bone Spring formation underlying a 240-acre, more or less, standard horizontal spacing unit

comprised of the E/2 SE/4 of Section 29 and the E/2 E/2 of Section 32, Township 21 South, Range 35 East, Lea County, New Mexico. The spacing unit will be dedicated to the following wells:

- Cache River 29 32 State Com #104H well, to be drilled from a surface hole location in the NE/4 SE/4 (Unit I) of Section 29, Township 21 South, Range 35 East, to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 32, Township 21 South, Range 35 East;
- Cache River 29 32 State Com #204H well, to be drilled from a surface hole location in the NE/4 SE/4 (Unit I) of Section 29, Township 21 South, Range 35 East, to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 32, Township 21 South, Range 35 East; and
- Cache River 29 32 State Com #304H well, to be drilled from a surface hole location in the NE/4 SE/4 (Unit I) of Section 29, Township 21 South, Range 35 East, to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 32, Township 21 South, Range 35 East.

In **Case No. 23103**, Applicant applies for an order pooling all uncommitted interests within the Bone Spring formation underlying a 240-acre, more or less, standard horizontal spacing unit comprised of the E/2 SW/4 of Section 29 and the E/2 W/2 of Section 32, Township 21 South, Range 35 East, Lea County, New Mexico. The spacing unit will be dedicated to the following wells:

Cache River 29 32 State Com #102H well, to be drilled from a surface hole location in the NE/4 SW/4 (Unit K) of Section 29, Township 21 South, Range 35 East, to a bottom hole location in the SE/4 SW/4 (Unit N) of Section 32, Township 21 South, Range 35 East;

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- Cache River 29 32 State Com #202H well, to be drilled from a surface hole location in the NE/4 SW/4 (Unit K) of Section 29, Township 21 South, Range 35 East, to a bottom hole location in the SE/4 SW/4 (Unit N) of Section 32, Township 21 South, Range 35 East; and
- Cache River 29 32 State Com #302H well, to be drilled from a surface hole location in the NE/4 SW/4 (Unit K) of Section 29, Township 21 South, Range 35 East, to a bottom hole location in the SE/4 SW/4 (Unit N) of Section 32, Township 21 South, Range 35 East.

In **Case No. 23104**, Applicant applies for an order pooling all uncommitted interests within the Bone Spring formation underlying a 240-acre, more or less, standard horizontal spacing unit comprised of the W/2 SW/4 of Section 29 and the W/2 W/2 of Section 32, Township 21 South, Range 35 East, Lea County, New Mexico. The spacing unit will be dedicated to the following wells:

- Cache River 29 32 State Com #101H well, to be drilled from a surface hole location in the NW/4 SW/4 (Unit L) of Section 29, Township 21 South, Range 35 East, to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 32, Township 21 South, Range 35 East;
- Cache River 29 32 State Com #201H well, to be drilled from a surface hole location in the NW/4 SW/4 (Unit L) of Section 29, Township 21 South, Range 35 East, to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 32, Township 21 South, Range 35 East; and
- Cache River 29 32 State Com #301H well, to be drilled from a surface hole location in the NW/4 SW/4 (Unit L) of Section 29, Township 21 South, Range 35

East, to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 32, Township

21 South, Range 35 East.

The completed intervals of the wells will be orthodox. Also to be considered in each case will be the cost of drilling and completing the Wells and the allocation of the costs, the designation of Applicant as the operator of the Wells, and a 200% charge for the risk involved in drilling and completing the Wells.

The wells are located approximately 13 miles West of Eunice, New Mexico.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Ryan Curry	Landman	Affidavit	Approx. 5
Michael Burke	Geologist	Affidavit	Approx. 7

PROCEDURAL MATTERS

Applicant intends to consolidate these cases for hearing and will present this matter by affidavit if there is no opposition.

Respectfully submitted,

HINKLE SHANOR, LLP

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CERTIFICATE OF SERVICE

I certify that on October 27, 2022, I caused to be served a copy of the foregoing

Consolidated Pre-Hearing Statement on the following:

Ocean Munds-Dry Elizabeth A. Ryan Joby Rittenhouse ocean.munds-dry@conocophillips.com beth.ryan@conocophillips.com joby.rittenhouse@conocophillips.com Attorneys for COG Operating LLC and ConocoPhillips Company

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QUESTIONS

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Action 154317

QUESTIONS

Operator:	OGRID:
V-F PETROLEUM INC	24010
P.O. Box 1889	Action Number:
Midland, TX 79702	154317
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony		
Please assist us by provide the following information about your testimony.		
Number of witnesses	Not answered.	
Testimony time (in minutes)	Not answered.	