

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

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

**CASE NO. 23227**

**PRE-HEARING STATEMENT**

V-F Petroleum Inc. (“V-F” or “Applicant”) submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

**APPLICANT**

V-F Petroleum, Inc.

**ATTORNEYS**

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**INTERESTED PARTY**

None.

**ATTORNEYS**

**STATEMENT OF THE CASE**

V-F 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 SE/4 of Section 29 and the W/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 #103H well**, to be drilled from a surface hole location in the NW/4 SE/4 (Unit J) of Section 29 to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 32;

- **Cache River 29 32 State Com #203H well**, to be drilled from a surface hole location in the NW/4 SE/4 (Unit J) of Section 29 to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 32; and
- **Cache River 29 32 State Com #303H well**, to be drilled from a surface hole location in the NW/4 SE/4 (Unit J) of Section 29 to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 32.

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**

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

**PROCEDURAL MATTERS**

Applicant will present this matter by affidavit if there is no opposition.

Respectfully submitted,

HINKLE SHANOR, LLP

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**State of New Mexico**  
**Energy, Minerals and Natural Resources**  
**Oil Conservation Division**  
**1220 S. St Francis Dr.**  
**Santa Fe, NM 87505**

QUESTIONS

Action 170223

**QUESTIONS**

Operator: V-F PETROLEUM INC P.O. Box 1889 Midland, TX 79702	OGRID: 24010
	Action Number: 170223
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

**QUESTIONS**

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