# **BEFORE THE OIL CONSERVATION DIVISION EXAMINER HEARING OCTOBER 5, 2023**

# APPLICATION OF V-F PETROLEUM INC. FOR A NON-STANDARD HORIZONTAL SPACING UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

Case No. 23780:

Buchanan 33 State Com 221H Well Buchanan 33 State Com 222H Well

V-F Petroleum Inc.

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# TAB 1

Reference for Case No. 23780 Application Case No. 23780:

Buchanan 33 State Com 221H Well Buchanan 33 State Com 222H Well

NMOCD Checklist Case No. 23780

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

# APPLICATION OF V-F PETROLEUM INC. FOR A NON-STANDARD HORIZONTAL SPACING UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

Case No. 23780

#### **APPLICATION**

V-F Petroleum Inc. ("V-F Petroleum" or "Applicant"), OGRID No. 24010, through its undersigned attorneys, hereby files this Application with the Oil Conservation Division ("Division") pursuant to the provisions of NMSA 1978, Section 70-2-17, seeking an order (1) establishing a non-standard 320-acre, more or less, spacing and proration unit comprised of the S/2 of Section 33, Township 18 South, Range 28 East, NMPM, Eddy County, New Mexico, and (2) pooling all uncommitted mineral interests from a stratigraphic equivalent of 3,531 feet (that being the top of the Bone Spring formation) in the Travis; Bone Springs formation [Pool Code 97257], to a stratigraphic equivalent of 7,062 feet (that being the base of the 2<sup>nd</sup> Bone Springs Sand formation), depths as defined on the log for the Man State #001H (API No. 30-015-35282), designated as an oil pool, underlying said 320-acre unit.

In support of its Application, V-F Petroleum states the following:

1. V-F Petroleum is a working interest owner in the proposed horizontal spacing unit ("HSU") and has a right to drill a well thereon.

2. V-F Petroleum proposes and dedicates to the HSU the **Buchanan 33 State Com** #221H Well and the **Buchanan 33 State Com** #222H Well as initial wells to be drilled to a sufficient depth to test the Bone Spring formation. Received by OCD: 10/3/2023/8:44:16-PM

3. V-F Petroleum proposes the **Buchanan 33 State Com #221H Well,** an oil well, to be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) of Section 33 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 33.

4. V-F Petroleum proposes the **Buchanan 33 State Com #222H Well,** an oil well, to be horizontally drilled from a surface location in the NE/4 SE/4 (Unit I) of Section 33 to a bottom hole location in the NW/4 SW/4 (Unit L) of Section 33.

5. The proposed wells are orthodox in their locations, and the take points and completed intervals comply with setback requirements under the statewide rules.

6. The proposed non-standard HSU would have been a standard unit comprising the S/2 of Section 33 if a proximity well had been utilized; however, optimal spacing does not support the use of proximity well. With the proposed well locations, V-F Petroleum will be able to reduce surface and facility costs thus preventing waste. V-F Petroleum will apply with the Division for administrative approval of the non-standard HSU.

7. V-F Petroleum has sought in good faith but has been unable to obtain a voluntary agreement from all interest owners to participate in the drilling of the wells or the commitment of their interests to the wells for their development within the proposed HSU.

8. The pooling of all interests in the Bone Spring formation within the proposed HSU will avoid the drilling of unnecessary wells, prevent waste, and protect correlative rights.

9. In order to provide for its just and fair share of the oil and gas underlying the subject lands, V-F Petroleum requests that all uncommitted interests in this HSU be pooled and that V-F Petroleum be designated the operator of the proposed horizontal wells and HSU.

WHEREFORE, V-F Petroleum requests that this Application be set for hearing on October 5, 2023, before an Examiner of the Oil Conservation Division, and after notice and hearing as required by law, the Division enter an order:

A. Establishing a non-standard 320-acre, more or less, spacing and proration unit comprised of the S/2 of Section 33, Township 18 South, Range 28 East, NMPM, Eddy County, New Mexico;

B. Pooling all uncommitted mineral interests in the Bone Spring formation underlying the proposed HSU.

C. Approving the Buchanan 33 State Com #221H Well and the Buchanan 33 State Com #222 Well as the wells for the HSU.

D. Designating V-F Petroleum as operator of this HSU and the horizontal wells to be drilled thereon;

E. Authorizing V-F Petroleum to recover its costs of drilling, equipping, and completing the wells;

F. Approving actual operating charges and costs of supervision, to the maximum extent allowable, while drilling and after completion, together with a provision adjusting the rates pursuant to the COPAS accounting procedures; and

G. Setting a 200% charge for the risk assumed by V-F Petroleum in drilling and completing the wells in the event a working interest owner elects not to participate in the wells.

Respectfully submitted,

ABADIE & SCHILL, PC

/s/ Darin C. Savage

Darin C. Savage

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Andrew D. Schill William E. Zimsky 214 McKenzie Street Santa Fe, New Mexico 87501 Telephone: 970.385.4401 Facsimile: 970.385.4901 darin@abadieschill.com andrew@abadieschill.com

# Attorneys for V-F Petroleum Inc.

Application of V-F Petroleum Inc. for Non-Standard Horizontal Spacing Unit and Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order from the Division: (1) establishing a non-standard 320-acre, more or less, spacing and proration unit comprised of the S/2 of Section 33, Township 18 South, Range 28 East, NMPM, Eddy County, New Mexico, and (2) pooling all uncommitted mineral interests from a stratigraphic equivalent of 3,531 feet (that being the top of the Bone Spring formation) in the Travis; Bone Springs formation [Pool Code 97257], to a stratigraphic equivalent of 7,062 feet (that being the base of the 2<sup>nd</sup> Bone Spring Sand formation), depths as defined on the log for the Man State #001H (API No. 30-015-35282), designated as an oil pool, underlying said non-standard 320-acre unit. The proposed wells to be dedicated to the horizontal spacing unit are the Buchanan 33 State Com #221H Well, an oil well, to be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) of Section 33 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 33; and the Buchanan 33 State Com #222H Well, an oil well, to be horizontally drilled from a surface location in NE/4 SE/4 (Unit I) of Section 33 to a bottom hole location in NW/4 SW/4 (Unit L) of Section 33. Applicant will apply to the Division for administrative approval of the non-standard unit. The wells will be orthodox, and the take points and completed intervals will comply with the setback requirements under the Division's Statewide Rules; also to be considered will be the cost of drilling and completing the wells and the allocation of the costs thereof; actual operating costs and charges for supervision; the designation of the Applicant as Operator of the wells and unit; and a 200% charge for the risk involved in drilling and completing the wells. The wells and lands are located approximately 18.5 miles southeast of Artesia, New Mexico.

# **COMPULSORY POOLING APPLICATION CHECKLIST**

#### ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS Case: 23780 **APPLICANT'S RESPONSE** Date October 5, 2023 Applicant V-F Petroleum Inc. Designated Operator & OGRID (affiliation if applicable) 24010 Applicant's Counsel: Darin C. Savage, Abadie & Schill, P.C. Case Title: Application of V-F Petorleum Inc. for a Non-Standard Horizontal Spacing Unit and Compulsory Pooling, Eddy County, New Mexico Entries of Appearance/Intervenors: N/A Well Family Buchanan **Formation/Pool** Formation Name(s) or Vertical Extent: Bone Spring formation Primary Product (Oil or Gas): Oil Pooling this vertical extent: See Exhibit A, Para 5 & 7; Exhibit B-3; Bone Spring formation Travis; Bone Spring Pool [Code 97257] Pool Name and Pool Code: Well Location Setback Rules: Statewide Rules **Spacing Unit** Type (Horizontal/Vertical) Horizontal Size (Acres) 320.00 acres, more or less **Building Blocks:** Quarter-Quarter Sections (40 Acre Blocks) Orientation: East - West S/2 of Section 33, Township 18 South, Range 28 East, Description: TRS/County NMPM, Eddy County, New Mexico Standard Horizontal Well Spacing Unit (Y/N), If No, describe No, nonstandard unit; will seek administrative and is approval of non-standard unit requested in this approval of NSP in separate application. application? **Other Situations** Depth Severance: Y/N. If yes, description No, N/A N/A Proximity Tracts: If yes, description N/A Proximity Defining Well: if yes, description Applicant's Ownership in Each Tract Exhibit A-2 Well(s)

Received by OCD: 10/3/2023 8:44:16 PM	Page 10 of
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status	Add wells as needed
(standard or non-standard)	
Well #1	Buchanan 33 State Com 221H Well (API No. Pending), SHL: Unit P, 580' FSL, 225' FEL, Section 33, T18S-R28E; BHL: Unit M, 555' FSL, 100' FWL, Section 33, T18S- R28E, laydown, standard location.
Horizontal Well First and Last Take Points	Buchanan 33 State Com 221H Well: FTP 100' FEL, 555' FSL, Section 33; LTP 100' FWL, 555' FSL, Section 33
Completion Target (Formation, TVD and MD)	Buchanan 33 State Com 221H Well: TVD approx. 7,240', TMD 11,865'; Bone Spring formation, See Exhibit A & B-4
Well #2	Buchanan 33 State Com 222H Well (API No. Pending), SHL: Unit I, 1944' FSL, 200' FEL, Section 33, T18S-R28E; BHL: Unit L, 2100' FSL, 100' FWL, Section 33, T18S- R28E, laydown,_standard location
Horizontal Well First and Last Take Points	Buchanan 33 State Com 222H Well: FTP 100' FEL, 2100' FSL, Section 33; LTP 100' FWL, 2100' FSL, Section 33
Completion Target (Formation, TVD and MD)	Buchanan 33 State Com 222H Well: TVD approx. 7,185', TMD 11,815'; Bone Spring formation, See Exhibit A & B-4
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$7,500, Exhibit A
Production Supervision/Month \$	\$750, Exhibit A
Justification for Supervision Costs	Exhibit A
Requested Risk Charge	200%, Exhibit A
Notice of Hearing	
Proposed Notice of Hearing	Exhibit C, C-1
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit C-2
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit C-3
Ownership Determination	
Land Ownership Schematic of the Spacing Unit	Exhibit A-2
Tract List (including lease numbers and owners)	Exhibit A-2
If approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) of Tracts subject to notice requirements.	N/A; will seek administrative approval of NSP in separate application
Pooled Parties (including ownership type)	Exhibit A-2
Unlocatable Parties to be Pooled	Exhibit A, Para. 15
Ownership Depth Severance (including percentage above & generation of the severance of the several se	N/A

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Joinder	
Sample Copy of Proposal Letter	Exhibit A-3
List of Interest Owners (ie Exhibit A of JOA)	Exhibit A-2
Chronology of Contact with Non-Joined Working Interests	Exhibit A-4
Overhead Rates In Proposal Letter	Exhibit A-3
Cost Estimate to Drill and Complete	Exhibit A-3
Cost Estimate to Equip Well	Exhibit A-3
Cost Estimate for Production Facilities	Exhibit A-3
Geology	
Summary (including special considerations)	Exhibit B
Spacing Unit Schematic	Exhbit B-1, B-2
Gunbarrel/Lateral Trajectory Schematic	Exhibit B-4
Well Orientation (with rationale)	Exhbit B-1, B-2
Target Formation	Exhibit B-2, B-3; also Exhibit A
HSU Cross Section	Exhibit B-3, B-4
Depth Severance Discussion	N/A
Forms, Figures and Tables	
C-102	Exhibit A-1
Tracts	Exhibit A-2
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit A-2
General Location Map (including basin)	Exhibit A-2
Well Bore Location Map	Exhibit A-1
Structure Contour Map - Subsea Depth	Exhibit B-2
Cross Section Location Map (including wells)	Exhibit B-3, B-4
Cross Section (including Landing Zone)	Exhibit B-3, B-4
Additional Information	
Special Provisions/Stipulations	
CERTIFICATION: I hereby certify that the information pro	ovided in this checklist is complete and accurate.
Printed Name (Attorney or Party Representative):	Darin C. Savage
Signed Name (Attorney or Party Representative):	Darin C. Savage
Date:	10/3/23

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# **TAB 2**

Case No. 23780

- Exhibit A: Self-Affirmed Statement of Sean Johnson, Landman
- Exhibit A-1: C-102 Forms
- Exhibit A-2: Ownership and Sectional Map
- Exhibit A-3: Well Proposal Letters and AFEs
- Exhibit A-4: Chronology of Contacts with Uncommitted Owners

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

# APPLICATION OF V-F PETROLEUM INC. FOR A NON-STANDARD HORIZONTAL SPACING UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

Case No. 23780

# **SELF-AFFIRMED STATEMENT OF SEAN JOHNSON**

I, Sean Johnson, being duly sworn on oath, state the following:

1. I am over the age of eighteen years and have the capacity to execute this Self-Affirmed Statement, which is based on my personal knowledge.

2. I am employed as a Landman with V-F Petroleum Inc. ("V-F Petroleum"), and I am familiar with the subject application and the lands involved.

3. I graduated in 2009 from Texas Tech University with a bachelor's degree in Energy Commerce. I have worked at V-F Petroleum for approximately fourteen (14) months, and I have been working in New Mexico for twelve years (12). I have previously testified before the New Mexico Oil Conservation Division ("Division"), and my credentials as a petroleum landman have been accepted by the Division as a matter of record.

4. This Self-Affirmed Statement is submitted in connection with the filing by V-F Petroleum of the above-referenced spacing and compulsory pooling application pursuant to 19.15.4.12.A(l).



5. V-F Petroleum seeks an (1) establishing a non-standard 320-acre, more or less, spacing and proration unit comprised of the S/2 of Section 33, Township 18 South, Range 28 East, NMPM, Eddy County, New Mexico, and (2) pooling all uncommitted mineral interests from a stratigraphic equivalent of 3,531 feet (that being the top of the Bone Spring formation) in the Travis; Bone Springs formation [Pool Code 97257], to a stratigraphic equivalent of 7,062 feet (that being the base of the 2<sup>nd</sup> Bone Springs Sand formation), depths as defined on the log for the Man State #00IH (API No. 30-015-35282), designated as an oil pool, underlying said 320-acre unit.

Under <u>Case No. 23780</u>, V-F Petroleum proposes and dedicates to the HSU the Buchanan 33 State Com #221H Well and the Buchanan 33 State Com #222H Well as initial oil wells.

7. The **Buchanan 33 State Com #221H Well** (API-pending), an oil well, to be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) of Section 33 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 33; approximate TVD 7,240'; approximate TMD of 11,865'; FTP in Section 33: 100' FEL and 555' FSL; LTP in Section 33: 100' FWL and 555' FSL.

8. The **Buchanan 33 State Com #222H Well** (API-pending), an oil well, to be horizontally drilled from a surface location in NE/4 SE/4 (Unit I) of Section 33 to a bottom hole location in the NW/4 SW/4 (Unit L) of Section 33; approximate TVD of 7,185'; approximate TMD of 11,815'; FTP in Section 33: 100' FEL and 2,100' FSL; LTP in Section 33: 100' FWL and 2,100' FSL.

9. The proposed C-102 for each well is attached as **Exhibit A-1**.

10. A general location plat and a plat outlining the units being pooled is attached hereto as **Exhibit A-2**, which show the location of the proposed unit. The wells proposed herein are orthodox in their location, and the take points and completed intervals comply with setback requirements under the statewide rules.

11. The non-standard HSU would have been a standard unit comprising the S/2 of Section 33 if a proximity well had been utilized; however, optimal spacing does not support the use of a proximity well. With the proposed well locations, V-F Petroleum will be able to reduce surface and facility costs thus preventing waste. V-F Petroleum will apply with the Division for administrative approval of the non-standard HSU.

12. The parties being pooled and the nature of their interests are listed on **Exhibit A-2** attached hereto.

13. There are no depth severances in the Bone Spring formation in this acreage.

14. A review of records did not reveal any overlapping units.

15. I provided the law firm of Abadie & Schill P.C. a list of names and addresses for the uncommitted interest owners shown on Exhibit A-2. In compiling these addresses, I conducted a diligent search of the public records in Eddy County, New Mexico, where the wells are located, and of phone directories and did computer searches to locate the contact information for parties entitled to notification. Five of the mailings to interest owners are still listed as in-transit, therefore locations have not been confirmed for: Theodore P. White and Marianne White; Theodore P. White, ssp; Pamela Ann Glass; Anne S. Johnson and Linda E. Schwarz. V-F Petroleum published notice in the Carlsbad Current Argus, a newspaper of general circulation in Eddy County, New Mexico, to account for any unlocatable parties and cover any contingencies regarding notice.

16. V-F Petroleum has sought in good faith but has been unable to obtain a voluntary agreement from all interest owners to participate in the drilling of the wells or the commitment of their interests to the wells for their development within the proposed HSU. **Exhibit A-4** provides a chronology and history of contacts with the owners.

17. **Exhibit A-3** is a sample proposal letter and the AFEs for each proposed well. The estimated cost of the wells set forth in the AFEs is fair, reasonable, and comparable to the costs of other wells of similar depths and lengths drilled in this area of New Mexico.

18. V-F Petroleum requests overhead and administrative rates of \$7,500/month for drilling each well and \$750/month for producing each well. These rates are fair and comparable to the rates charged by other operators for wells of this type in this area of southeastern New Mexico. V-F Petroleum requests that these rates be adjusted periodically as provided in the COPAS Accounting Procedure.

19. V-F Petroleum requests the maximum cost, plus 200% risk charge be assessed against non-consenting working interest owners.

20. V-F Petroleum requests that it be designated as the operator of the units and wells.

21. The Exhibits to this Self-Affirmed Statement were prepared by me or compiled from V-F Petroleum's company business records under my direct supervision.

22. The granting of this Application is in the best interests of conservation, the prevention of waste, and the protection of correlative rights, and will avoid the drilling of unnecessary wells.

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23. The foregoing is correct and complete to the best of my knowledge and belief.

[Signature page follows]

# Signature page of Self-Affirmed Statement of Sean Johnson:

I understand that this Self-Affirmed Statement will be used as written testimony before the Division in Case No. 23780 and affirm that my testimony herein is true and correct, to the best of my knowledge and belief and made under penalty of perjury under the laws of the State of New Mexico.

Sean Johnson

<u>9/27/2023</u> Date Signed

1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720

811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

DISTRICT I

DISTRICT II

DISTRICT III

DISTRICT IV

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

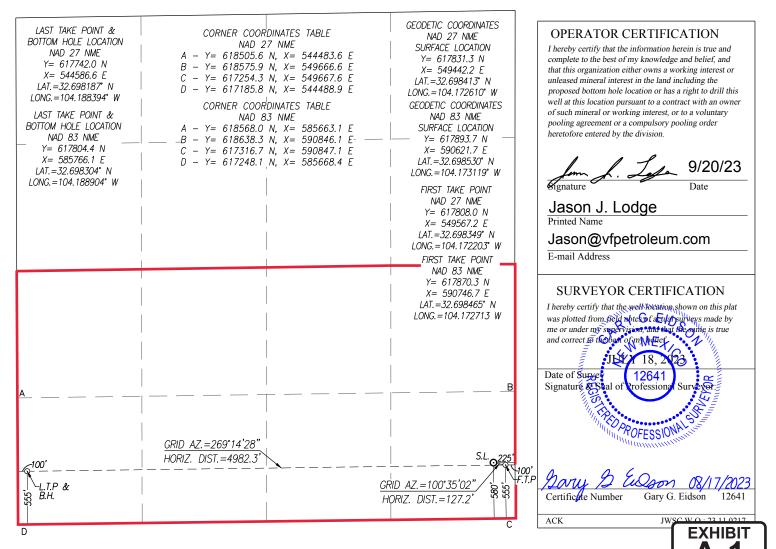
Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

□AMENDED REPORT

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

Al			Pool Code 97257		Pool Name TRAVIS; BONE SPRING						
Property Code				DUCIL	1 P	Property Name				Well Number	
				BUCHA	ANAN 33 S	33 STATE COM221H					
OGRID N	lo.				Operator Nam	e			Elevation		
24010	)							3563'			
Surface Location											
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line County		County	
Р	33	18-S	28-Е		580	SOUTH	225	EAST EDDY		EDDY	
Bottom Hole Location If Different From Surface											
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/W	East/West line C		
М	33	18-S	28-Е		555	SOUTH	100	W	EST	EDDY	
Dedicated Acres 320	Joint or	Infill C	Consolidation Code Order No.								

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



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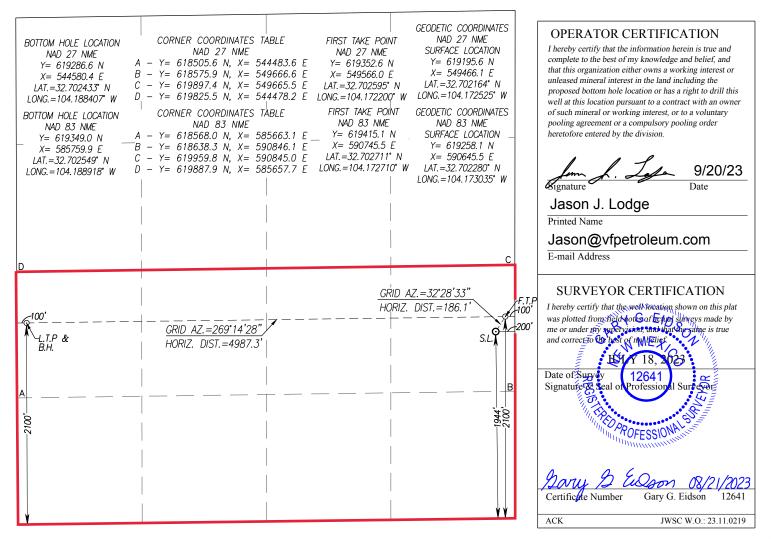
Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

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#### WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number			Pool Code		Pool Name						
			97257		TRAVIS; BONE SPRING						
Property Code			L		Property Nam	berty Name Well Number					
			BUCHA	NAN 33 ST	ГАТЕ COM		222H				
OGRID N	lo.				Operator Nam	e			Elevation		
24010	1			V·	-F PETROL	EUM INC				3553'	
	Surface Location										
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East	/West line	County	
Ι	33	18-S	28-Е		1944	SOUTH	200	EAST EDDY			
Bottom Hole Location If Different From Surface											
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East	East/West line County		
L	33	18-S	28-E		2100	SOUTH	100	V V	WEST EDDY		
Dedicated Acres	Joint or	Infill C	Consolidation Co	ode Orde	r No.						
320											

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



#### Released to Imaging: 10/4/2023 8:45:00 AM

## Buchanan 33 State Com 221H and 222H S2 Section 33, T18S-R28E, NMPM Eddy County, New Mexico EXHIBIT A-2

Tract 1 State Lease X0-647-417 Sec.33 E2SE



Tract 2 State Lease X0-647-417 Sec.33 W2SE



**Tract 3** State lease X0-694-0021&L0-5382-1 Sec.33 SW





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#### Buchanan 33 State Com 221H and 222H S2 Section 33, T18S-R28E, NMPM Eddy County, New Mexico EXHIBIT A-2

#### Tract 1- E2SE Section 33

*Gahr Energy Company	6.81034810%
*Fuel Products, Inc.	6.81034810%
Lodge Exploration Company, LLC	0.72482640%
Mid Western Energy, LLC	0.07248260%
Stonedown Energy, LLC	0.07248260%
Cache Investments LLC	0.00604000%
Roy G. Barton, Jr. Trustee of the	
Roy G. Barton, Sr. and Opal Barton	
Revocable Trust UTA 1/28/1982	0.78125000%
Read & Stevens, Inc. (Permian Resources Operating, LLC)	0.78125000%
OXY USA WTP Limited Partnership	83.94097220%
Total	100.000000%

#### Tract 2- W2SE Section 33

*Gahr Energy Company	8.1595990000%
*Fuel Products, Inc.	8.1595990000%
Lodge Exploration Company, LLC	2.2632300000%
Mid Western Energy, LLC	0.0700730000%
Stonedown Energy, LLC	0.0437510000%
Cache Investments LLC	0.0058390000%
Roy G. Barton, Jr. Trustee of the	
Roy G. Barton, Sr. and Opal Barton	
Revocable Trust UTA 1/28/1982	0.1878526000%
Read & Stevens, Inc. (Permian Resources Operating, LLC)	0.1878526000%
OXY USA WTP Limited Partnership	20.1837230000%
Dan M. Leanard, Trustee of DML Revocable Trust	1.0416670000%
Hanagan Investment, LLC	7.4218750000%
WD Minerals, LLC	1.5624950000%
Theodore P. White, and wife Marianne white	1.0416700000%
Theodore P. White, ssp	0.5208350000%
Andersen-Malone LLC	1.7755660000%
Pamela Anne Glass, ssp	0.0443900000%
James Ray Gebel, Trustee of James R. Gebel Revocable	0.0443900000%
Living Trust UTA dated 3/20/2013	
Jane M. Stockton, ssp	0.0591860000%
Katherine Ann Malone, ssp	0.0591860000%
Charles F. Malone Jr.	0.0591890000%
Gibert J. Eaton, ssp	0.4083800000%
Eaton Family Trust, Co-Trustee Micahel Rigg	0.4083800000%
Anne S. Johnson, ssp	0.0887770000%

Linda E. Schwarz, ssp	0.0887800000%
Slash Exploration Limited Partnership	1.9531250000%
Bean Family Limited Company	1.5625000000%
New Mexico Western Minerals, Inc.	3.1250000000%
Harvard Petroleum Company, LLC	3.1250000000%
Rockwood Resources, LLC	2.1250000000%
ZPZ Delaware I LLC	25.000000000%
WPX Energy Permian, LLC	7.9861110000%
V-F Petroleum Inc.	1.2369790000%
Total	100.000000%

#### Tract 3- SW Section 33

V-F Petroleum Inc.	44.31250000%
*Gahr Energy Company	23.37109400%
*Fuel Products, Inc.	23.37109400%
Roy G. Barton, Jr. Trustee of the	
Roy G. Barton, Sr. and Opal Barton	
Revocable Trust UTA 1/28/1982	0.78125000%
Read & Stevens, Inc. (Permian Resources Operating, LLC)	8.16406200%
Total	100.0000000%

#### **Unit Recapitulation Working Interest**

V-F Petroleum Inc.	22.46549496%
* Fuel Products, Inc.	15.42803369%
* Gahr Energy Company	15.42803369%
Lodge Exploration Company, LLC	0.747013980%
Mid-Western Energy, LLC	0.03563880%
Stonedown Energy, LLC	0.02905830%
Cache Investments LLC	0.00296991%
Read & Stevens, Inc.	4.32430670%
(Permian Resources Operating, LLC)	
OXY USA WTP Limited Partnership	26.03117380%
Dan M. Leanard, Trustee of	
DML Revocable Trust dated 1/10/2007	0.26041680%
Hanagan Investment, LLC	1.85546880%
WD Minerals, LLC	0.39062380%
Theodore P. White, and wife	0.26041750%
Marianne white	
Theodore P. White, ssp	0.13020880%
Andersen-Malone LLC	0.44389150%
Pamela Anne Glass, ssp	0.01109750%

.

James Ray Gebel, Trustee of 0.011097500% James R. Gebel Revocable Living Trust UTA dated 3/20/2013					
Jane M. Stockton, ssp	0.01479650%				
Katherine Ann Malone, ssp	0.01479650%				
Charles F. Malone Jr.	0.01479730%				
Gibert J. Eaton, ssp	0.10209500%				
Eaton Family Trust, Co-Trustee	0.10209500%				
Michael Rigg					
Anne S. Johnson, ssp	0.02219430%				
Linda E. Schwarz, ssp	0.02219500%				
Slash Exploration Limited Partnership	0.48828130%				
Bean Family Limited Company	0.39062500%				
New Mexico Western Minerals, Inc.	0.78125000%				
Harvard Petroleum Company, LLC	0.78125000%				
ZPZ Delaware I LLC	6.25000000%				
WPX Energy Permian, LLC	1.99652780%				
Rockwood Resources, LLC	0.53125000%				
Roy G. Barton, Jr. Trustee of	0.63290070%				
the Roy G. Barton, Sr. and Opal Barton UTA dated January 28, 1982	Revocable Trust				

#### Parties seeking to compulsory pool highlighted in yellow

\* Denotes the interest of V-F Petroleum plus other V-F entities

**Record Title Owners** 

WPX Energy Permian, LLC

\*End of Exhibit\*

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# V-F Petroleum Inc.

Physical Address: 500 W. Texas, Suite 350, Midland, Texas, 79701; Phone 432-683-3344; Mailing Address: P.O. Box 1889, Midland, Texas, 79702; e-mail: sean@vfpetroleum.com

May 24, 2023

#### Transmitted Via United States Postal System - Certified Mail - Return Receipt Requested

#### OXY USA WTP Limited Partnership 5 Greenway Plaza, Suite 110 Houston, TX 77046

#### RE: <u>Horizontal Well Proposals -2nd Bonespring Formation:</u> <u>Non- Standard Horizontal Spacing Unit – S2 of Sections 33, T-18 South, R-28 East</u> <u>Eddy County, New Mexico</u>

#### Buchanan 33 State Com #221H Well; 2nd Bone Spring

- SL: 560' FSL & 250' FEL of Section 33, T-18 South, R-28 East, Eddy County, NM (or approved location in Unit letter P)
- BHL: 555' FSL & 100' FWL of Section 33, T-18 South, R-28 East, Eddy County, NM

#### Buchanan 33 State Com #222H Well; 2nd Bone Spring

- SL: 2100' FSL & 250' FEL of Section 33, T-18 South, R-28 East, Eddy County, NM (or approved location in Unit letter I)
- BHL: 2100' FSL & 100' FWL of Section 33, T-18 South, R-28 East, Eddy County, NM

Ladies and/or Gentlemen:

Please be advised that V-F Petroleum Inc. ("V-F") hereby proposes to drill, complete and equip each of the above referenced horizontal wells at the locations so indicated, to respectively test the 2nd Bonespring formation as herein articulated. Please note that the first take point and last take point of each respective well will be located at a legal or approved location. Further, please note that V-F will only be seeking to form a Non-Standard Horizontal Spacing Unit with a vertical depth limitation within the Bonespring Formation to include ONLY from the top of the Bonespring formation down to the base of the 2<sup>nd</sup> Bonespring interval within the Bonespring formation, the remaining portion of the Bonespring formation will be developed by 2 mile 3<sup>rd</sup> Bonespring wells in which you have received notification for.

The projected total vertical depth of the above stated **Buchanan 33 State Com #221H Well** in order to test the 2nd Bone Spring formation is estimated to be 7,240 feet with an approximate total measured depth of 11,865 feet. The costs to drill, complete and equip said well are estimated at **<u>\$6,868,200.00</u>** as indicated on the enclosed AFE.

The projected total vertical depth of the above stated **Buchanan 33 State Com #222H Well** in order to test the 2<sup>nd</sup> Bone Spring formation is estimated to be 7,185 feet with an approximate total measured depth of 11,815 feet. The costs to drill, complete and equip said well are estimated at **<u>\$6,868,200.00</u>** as indicated on the enclosed AFE.

For those who elect to participate in the captioned horizontal wells, V-F has enclosed an A.A.P.L. Form 610 – 1989 Model Form Operating Agreement, Horizontal Modifications ("Operating Agreement"), designating V-F Petroleum Inc. as Operator, covering the South Half (S2) of Sections 33, T-18 South, R-28 East, N.M.P.M, Eddy County, New Mexico, containing approximately 320 acres, more or less, further limited in depths as described on Exhibit A to the Operating Agreement ("Contract Area") with the following general provisions:



Buchanan 33 State Com 221H and 222H Gahr Energy Company, et al May 24<sup>th</sup>, 2023 Page **2** of **3** 

- 100/300 Non-Consenting Penalty;
- \$7,500/\$750 Drilling and Producing Rate; and
- V-F Petroleum Inc. named Operator.

In the interest of time, if we do not reach an agreement within 30 days of the date of this letter, V-F will apply to the New Mexico Oil Conservation Division for compulsory pooling of your interest into a horizontal spacing unit for the proposed wells.

Please indicate your intention to either **participate or not participate** in the drilling, completion and equipping of each of the above referenced wells by placing an "X" in the appropriate spaces provided below, and return one (1) executed copy of this letter, one (1) executed AFE for each well you have elected **to participate**, one original (1) Joint Operating Agreement body signature page, and one (1) original executed and notarized memorandum H signature page of the enclosed Joint Operating Agreement. If you should desire not to participate in the drilling and completion of the wells herein proposed, V-F is willing to discuss an alternative proposal to acquire your oil and gas interests in this area. Should you have any questions regarding this matter, please do not hesitate in contacting Sean Johnson, Land Manager for V-F Petroleum Inc. by phone at (432) 683-3344 or by email at sean@vfpetroleum.

Best Regards,

-fel-

Sean Johnson, CPL V-F Petroleum Inc.

Enclosures

Elections set forth on the following pages

#### ELECTIONS -Buchanan 33 State Com #221H and Buchanan 33 State Com #222H

	Elect to Participate in the Buchanan 33 State Com #221H
	Elect Not to Participate in the Buchanan 33 State Com #221H
OXY	USA WTP Limited Partnership
By:	Title: Date:
	Elect to Participate in the Buchanan 33 State Com #222H
	Elect Not to Participate in the Buchanan 33 State Com #222H
OXY	USA WTP Limited Partnership

By:\_\_\_\_\_

Title:

Date:

.

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		V-F ]	Petro	oleu	m In	IC.		API No.	
		AUTH	ORIZATIO	N FOR EXI	PENDITURE	:		AFE Number	
	, <u> </u>	-		24, 2023	-		-	Well Type	Second BS Horizontal Oil Well 1 Mile
X	Original	Supplement			Revision		Re-Entry	6	MD 11,865'
X	Drill Well	Workover		-	Facilities		Plug & Abandon		New Drill 7240' TVD
Lease Name/V		County / Sta Eddy		Formation	Sauing	Basin	Field or Prospect	SL:560' FSL & 250'FEL BHL:555'FSL & 100'FW	
Acct	State Com 221H	Eddy	NM	2nd Bone	spring	Permian	Travis COST BEFORE	COMPLETION	TOTAL
Code		INTANG	IBLE DESC	RIPTION			CASING POINT	COMPLETION	WELL COST
501	PERMITS & ENVIROMEN	TAL SERVI	CES				\$10,000	\$10,000	\$20,000
516	TITLE OPINION, CURATI						\$25,000		\$25,000
501	SURVEYING STAKE LOO	CATION					\$5,000		\$5,000
501	DAMAGES & R-O-W'S						\$25,000		\$25,000
502/711	ROADS, LOCATION, PITS	S, LINERS, E	TC.				\$115,000	\$10,000	\$125,000
503	DRILLING RIG MOBILIZ	ATION COST	Г				\$165,000		\$165,000
503	DRILLING - DAYS		20	days @	\$23,000		\$460,000		\$460,000
503	RIG HOUSING		20	days @	\$1,700		\$34,000		\$34,000
503	STEERING			days @					
503	MUD MOTORS & DIREC						\$130,000		\$130,000
517	CLOSED LOOP & DISPOS		18	days @	\$5,200		\$93,600		\$93,600
505	MUD & FRAC CHEMICA		_				\$60,000	\$160,000	\$220,000
505/716	WATER (Brine & Fresh); F	RAC WATE	ł.				\$30,000	\$330,700	\$360,700
503	BITS, REAMERS, ETC.		15000		0.5		\$83,000		\$83,000
503 504	FUEL		45000	gallons @	20		\$225,000		\$225,000
504 504	CEMENTING SURFACE	IATE					\$18,000		\$18,000 \$40,000
504 701	CEMENTING INTERMED CEMENTING PRODUCTI						\$40,000	\$100,000	\$40,000 \$100,000
509/705	TUBULAR SERVICES AN						\$25,000	\$100,000	\$100,000
509/705	CASING CREWS PU LD N						\$25,000	\$30,000	\$75,000
513/708	FLOAT EQUIPMENT, CEI		S. ECP'S D	TOOLS			\$45,000	\$20,000	\$45,000
507	TESTING; COMPLETION						\$15,000	\$70,000	\$70,000
508	OPEN HOLE LOGGING	,						\$70,000	<i>470,000</i>
508	MUD LOGGING		14	days @	\$2,200		\$30,800		\$30,800
509/705	WELDING, HOURLY LA	BOR, SAFET		, 0			\$23,000		
509/713	EQUIPMENT RENTAL						\$40,000	\$95,000	\$135,000
509/714	TRUCKING, TRANSPORT	TATION, FOR	RKLIFT				\$60,000		\$60,000
715	COMPLETION UNIT; CO	L TUBING U	JNIT					\$285,000	\$285,000
704	FORMATION STIMULAT	ION (26 STA	GES)					\$1,360,000	\$1,360,000
702/03	CASED HOLE LOGGING	PERFORAT	ING & FRA	C PLUGS				\$152,000	\$152,000
510/11/706	GEOLOGIC / ENGINEERI	NG					\$25,000	\$50,000	\$75,000
509/705	CONTRACT CONSULTAI	NTS	22	days @	\$3,250		\$71,500	\$50,000	\$121,500
514	DRILLING WELL RATE (	A/O)	20	days @	\$200		\$4,000	\$5,000	\$9,000
515/705	INSURANCE						\$25,000	\$15,000	\$40,000
513/708	MISCELLANEOUS						\$30,000	\$137,000	\$167,000
	CONTINGENCY (15%)	0.07					\$283,000	\$288,000	\$571,000 \$5 383 600
	TANGIBLE ESTIMATED CO	581					\$2,195,900	\$3,187,700	**;***;***
Acct Code		TANGI	BLE DESCR	IPTION			COST BEFORE CASING POINT	COMPLETION COST	TOTAL WELL COST
620/820		Length	Grade	Size	Weight	Price/Ft.	ensite rentr	0001	WEEL COST
620/820	CONDUCTOR	120'	K-55	20	Weight	\$275.00	\$33,000		\$33,000
620/820	SURFACE	450'	J-55	13 3/8"	48	\$65.00	\$29,250		\$29,250
620/820	INTERMEDIATE	3,500'	J-55	9 5/8"	40	\$52.00	\$182,000		\$182,000
620/820	INTERMEDIATE								
820	PRODUCTION	12,595'	P110	5 1/2"	20	\$30.00		\$377,850	\$377,850
820	PRODUCTION LINER								
821	TUBING (Coated)	7,000'	L-80	2.875	6.5	\$22.00		\$154,000	\$154,000
621/824	WELLHEAD EQUIPMEN	Г					\$32,000	\$22,000	\$54,000
825	PRODUCTION FACILITY	ENCLOSUR	E					\$150,000	\$150,000
825	POWER SOURCE							\$50,000	\$50,000
822	RODS AND PUMP (FG &	,							
823	PACKERS, BP'S, ESP, DO		-						
827	HEATER TREATER, SEPI		KO					\$125,000	
831	GAS SALES LINE & MET							\$5,500	\$5,500
830	FLOWLINES, VALVES, C							\$55,000	\$55,000
827	TANKS (WATER AND PR	ODUCTION	)					\$70,000	\$70,000
830	MISCELLANEOUS						\$14,000	\$50,000	\$64,000
	CONTINGENCY (10%)	т					\$29,000	\$106,000	\$135,000
	NGIBLE ESTIMATED COS P&A Costs, Rig, Cmt, Clear		rvices				\$319,250 \$50,000	\$1,165,350	\$1,484,600
	D DRY HOLE COST	iap, 1911SC., SC	1 11005				\$50,000		<u> </u>
	E ESTIMATED COST						\$2,515,150	\$4,353,050	\$6,868,200
WI OWNER					_	AUTHOR OPERATI		THE ACTUAL COSTS II IORE OR LESS THAN T	ES ONLY AND APPROVAL OF THIS NCURRED IN CONDUCTING THE HE HEREIN SET OUT. Date: 05-24-2023
_									
Signature	e				_				Date:
Date	2								
Dut					_				
<u>I</u>									

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		<b>V-F</b>	reir	vieu	m II	iC.		API No.	
		AUTH	ORIZATIO			AFE Number			
				24, 2023	-	r	_	Well Type	Second BS Horizontal Oil Well 1 Mile
Х	Original	Supplement			Revision		Re-Entry	Projected TD:	MD 11,815'
	Drill Well	Workover			Facilities		Plug & Abandon	Proposal	New Drill 7185' TVD
ase Name/W		County / St		Formation	e	Basin	Field or Prospect	SL:2100' FSL & 250'FE	
	State Com 222H	Eddy	NM	2nd Bone	Spring	Permian	Travis COST BEFORE	BHL:2100'FSL & 100'F	
Acct Code		INTANG	IBLE DESC	RIPTION			COST BEFORE CASING POINT	COMPLETION COST	TOTAL WELL COST
	DEDMITS & ENVI	OMENTAL SERVI	CES				\$10,000	\$10,000	\$20,0
		ROMENTAL SERVI						\$10,000	
516		URATIVE & POOL	ING				\$25,000		\$25,0
501	SURVEYING STAI						\$5,000		\$5,0
501	DAMAGES & R-O-						\$25,000		\$25,0
		N, PITS, LINERS, E					\$115,000	\$10,000	\$125,0
503		DBILIZATION COS					\$165,000		\$165,0
503	DRILLING - DAYS		20	days @	\$23,000		\$460,000		\$460,0
	RIG HOUSING		20	days @	\$1,700		\$34,000		\$34,0
503	STEERING			days @					
503	MUD MOTORS &	DIRECTIONAL					\$130,000		\$130,0
517	CLOSED LOOP &	DISPOSAL	18	days @	\$5,200		\$93,600		\$93,6
505	MUD & FRAC CHI	EMICALS					\$60,000	\$160,000	\$220,0
505/716	WATER (Brine & F	resh); FRAC WATE	ર				\$30,000	\$330,700	\$360,
503	BITS, REAMERS, I	ETC.					\$83,000		\$83,0
503	FUEL		45000	gallons @	\$5		\$225,000		\$225,0
504	CEMENTING SUR	FACE		<b>č</b> 0			\$18,000		\$18,0
504	CEMENTING INTE	ERMEDIATE					\$40,000		\$40,
701	CEMENTING PRO						\$10,000	\$100,000	\$100,0
509/705	TUBULAR SERVIO						\$25,000	\$50,000	\$100,
509/705	CASING CREWS P						\$45,000	\$50,000	\$45,
			S ECDIC DI	UTOOL 9			\$45,000	\$20,000	\$43,
		NT, CENTRALIZER		TOOLS			\$15,000		
507		ETION, FLOWBAC	r.					\$70,000	\$70,0
508	OPEN HOLE LOGO	JING							
508	MUD LOGGING			days @	\$2,200		\$30,800		\$30,1
		LY LABOR, SAFE	Y PAY				\$23,000		
509/713	EQUIPMENT REN	TAL					\$40,000	\$95,000	\$135,0
509/714	TRUCKING, TRAN	SPORTATION, FO	RKLIFT				\$60,000		\$60,
715	COMPLETION UN	IT; COIL TUBING U	JNIT					\$285,000	\$285,
704	FORMATION STIN	IULATION (26 STA	GES)					\$1,360,000	\$1,360,
702/03	CASED HOLE LOO	GGING, PERFORAT	ING & FRA	C PLUGS				\$152,000	\$152,
10/11/706	GEOLOGIC / ENG	INEERING					\$25,000	\$50,000	\$75,0
509/705	CONTRACT CONS	SULTANTS	22	days @	\$3,250		\$71,500	\$50,000	\$121,:
514	DRILLING WELL			. –					<b>\$0.</b>
		KAIE (A/U)	20	days @	\$200		\$4 000	\$5,000	59
		KATE (A/O)	20	days @	\$200		\$4,000 \$25,000	\$5,000	
515/705	INSURANCE		20	days @	\$200		\$25,000	\$15,000	\$9, \$40, \$167.0
515/705 513/708	INSURANCE MISCELLANEOUS	3	20	days @	\$200		\$25,000 \$30,000	\$15,000 \$137,000	\$40, \$167,
515/705 513/708 509/705	INSURANCE MISCELLANEOUS CONTINGENCY (1	5%)	20	days @	\$200		\$25,000 \$30,000 \$283,000	\$15,000 \$137,000 \$288,000	\$40, \$167, \$571,0
515/705 513/708 509/705 OTAL INT	INSURANCE MISCELLANEOUS	5%) TED COST			\$200		\$25,000 \$30,000 \$283,000 \$2,195,900	\$15,000 \$137,000 \$288,000 \$3,187,700	\$40, \$167, \$571, \$5,383,
515/705 513/708 509/705	INSURANCE MISCELLANEOUS CONTINGENCY (1	5%) TED COST	20 BLE DESCR		\$200		\$25,000 \$30,000 \$283,000	\$15,000 \$137,000 \$288,000	\$40, \$167, \$571,
515/705 513/708 509/705 TOTAL INT. Acct	INSURANCE MISCELLANEOUS CONTINGENCY (1	5%) TED COST			\$200 Weight	Price/Ft.	\$25,000 \$30,000 \$283,000 \$2,195,900 COST BEFORE CASING POINT	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION	\$40, \$167, \$571, \$5383, TOTAL
515/705 513/708 509/705 TOTAL INT Acct Code 620/820	INSURANCE MISCELLANEOUS CONTINGENCY (1 ANGIBLE ESTIMA	5 (5%) TED COST TANGI	BLE DESCR Grade	LIPTION			\$25,000 \$30,000 \$283,000 \$2,195,900 COST BEFORE CASING POINT	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION	\$40,0 \$167,0 \$571,0 \$5,383,0 TOTAL WELL COST
515/705 513/708 509/705 TOTAL INT Acct Code 620/820 620/820	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMA CONDUCTOR	55%) TED COST TANGI Length 120'	BLE DESCR Grade K-55	Size 20	Weight	\$275.00	\$25,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION	\$40,4 \$167,4 \$571,4 \$5,383,4 TOTAL WELL COST \$33,4
515/705 513/708 509/705 TOTAL INT. Acct Code 620/820 620/820 620/820	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMA CONDUCTOR SURFACE	55%) TED COST TANGI Length 120' 450'	BLE DESCR Grade K-55 J-55	Size 20 13 3/8"	Weight 48	\$275.00 \$65.00	\$25,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000           \$33,000           \$29,250	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION	\$40,0 \$167,0 \$571,0 \$5,383,0 TOTAL WELL COST \$33,0 \$29,2
515/705 513/708 509/705 COTAL INT Acct Code 620/820 620/820 620/820 620/820	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMA CONDUCTOR SURFACE INTERMEDIATE	55%) TED COST TANGI Length 120'	BLE DESCR Grade K-55	Size 20	Weight	\$275.00	\$25,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION	\$40,0 \$167,0 \$571,0 \$5,383,0 TOTAL WELL COST \$33,0
515/705 513/708 509/705 OTAL INT Acct Code 620/820 620/820 620/820 620/820 620/820	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMA CONDUCTOR SURFACE INTERMEDIATE INTERMEDIATE	5 5%) TED COST TANGI Length 120' 450' 3,500'	BLE DESCR Grade K-55 J-55 J-55	Size 20 13 3/8" 9 5/8"	Weight 48 40	\$275.00 \$65.00 \$52.00	\$25,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000           \$33,000           \$29,250	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION COST	\$40,4 \$167,4 \$571,4 \$5,383,4 TOTAL WELL COST \$33,4 \$229,4 \$182,4
515/705 513/708 509/705 COTAL INT Acct Code 620/820 620/820 620/820 620/820 620/820 820	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMA CONDUCTOR SURFACE INTERMEDIATE INTERMEDIATE PRODUCTION	5 5%) TED COST TANGI 120' 450' 3,500' 12,595'	BLE DESCR Grade K-55 J-55	Size 20 13 3/8"	Weight 48	\$275.00 \$65.00	\$25,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000           \$33,000           \$29,250	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION	\$40,4 \$167,4 \$571,4 \$5,383,4 TOTAL WELL COST \$33,4 \$229,4 \$182,4
515/705 513/708 509/705 OTAL INT. Acct Code 620/820 620/820 620/820 620/820 820 820 820	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMA CONDUCTOR SURFACE INTERMEDIATE INTERMEDIATE PRODUCTION PRODUCTION LIN	5 5%) TED COST TANGI 120' 450' 3,500' 12,595' IER	BLE DESCR Grade K-55 J-55 J-55 P110	IPTION Size 20 13 3/8" 9 5/8" 5 1/2"	Weight 48 40 20	\$275.00 \$65.00 \$52.00 \$30.00	\$25,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000           \$33,000           \$29,250	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION COST \$377,850	\$40,0 \$167,0 \$571,0 \$5,383,0 TOTAL WELL COST \$33,0 \$229,0 \$182,0 \$182,0 \$3377,0 \$3377,0
515/705 513/708 509/705 TOTAL INT. Acct 620/820 620/820 620/820 620/820 820 820 820 821	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMA CONDUCTOR SURFACE INTERMEDIATE INTERMEDIATE PRODUCTION PRODUCTION LIN TUBING (Coated)	5 5%) TED COST TANGI 120' 450' 3,500' 12,595' IER 7,000'	BLE DESCR Grade K-55 J-55 J-55	Size 20 13 3/8" 9 5/8"	Weight 48 40	\$275.00 \$65.00 \$52.00	\$25,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000           \$29,250           \$182,000	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION COST \$377,850 \$154,000	\$40,0 \$167,0 \$571,0 \$5,383,0 TOTAL WELL COST \$33,0 \$229,0 \$182,0 \$182,0 \$377,0 \$377,0 \$354,0 \$154,0
515/705 513/708 509/705 TOTAL INT. Acct Code 620/820 620/820 620/820 620/820 820 820 820 820 821 621/824	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMA CONDUCTOR SURFACE INTERMEDIATE INTERMEDIATE PRODUCTION PRODUCTION LIN TUBING (Coated) WELLHEAD EQUI	5 5%) TED COST TANGI 120' 450' 3,500' 12,595' IER 7,000' PMENT	BLE DESCR Grade K-55 J-55 J-55 P110 L-80	IPTION Size 20 13 3/8" 9 5/8" 5 1/2"	Weight 48 40 20	\$275.00 \$65.00 \$52.00 \$30.00	\$25,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000           \$33,000           \$29,250	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION COST \$377,850 \$154,000 \$22,000	\$40,0 \$167,0 \$571,0 \$5,383,0 TOTAL WELL COST \$33,0 \$229,0 \$182,0 \$182,0 \$3377,0 \$3377,0 \$3377,0 \$3377,0 \$354,0 \$354,0 \$554,0
515/705 513/708 509/705 OTAL INT Acct Code 620/820 620/820 620/820 620/820 820 820 820 820 821 621/824 825	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMA CONDUCTOR SURFACE INTERMEDIATE INTERMEDIATE PRODUCTION PRODUCTION LIN TUBING (Coated) WELLHEAD EQUI PRODUCTION FAU	5 5%) TED COST TANGI 120' 450' 3,500' 12,595' IER 7,000'	BLE DESCR Grade K-55 J-55 J-55 P110 L-80	IPTION Size 20 13 3/8" 9 5/8" 5 1/2"	Weight 48 40 20	\$275.00 \$65.00 \$52.00 \$30.00	\$25,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000           \$29,250           \$182,000	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION COST \$377,850 \$154,000 \$22,000 \$150,000	\$40,4 \$167,4 \$571,4 \$53,83,4 TOTAL WELL COST \$333,4 \$229,5 \$182,4 \$182,4 \$3377,4 \$154,4 \$154,4 \$154,4 \$150,4
515/705 513/708 509/705 OTAL INT Acct Code 620/820 620/820 620/820 620/820 820 820 820 820 821 621/824 825 825	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMA CONDUCTOR SURFACE INTERMEDIATE INTERMEDIATE PRODUCTION PRODUCTION LIN TUBING (Coated) WELLHEAD EQUI PRODUCTION FAT POWER SOURCE	5 5%) TED COST TANGI 120' 450' 3,500' 12,595' IER 7,000' PMENT CILITY ENCLOSUE	BLE DESCR Grade K-55 J-55 J-55 P110 L-80	IPTION Size 20 13 3/8" 9 5/8" 5 1/2"	Weight 48 40 20	\$275.00 \$65.00 \$52.00 \$30.00	\$25,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000           \$29,250           \$182,000	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION COST \$377,850 \$154,000 \$22,000	\$40,0 \$167,0 \$571,0 \$5,383,0 TOTAL WELL COST \$33,0 \$229,0 \$182,0 \$182,0 \$3377,0 \$3377,0 \$3377,0 \$3377,0 \$354,0 \$354,0 \$554,0
515/705 513/708 509/705 OTAL INT Acct Code 620/820 620/820 620/820 620/820 820 820 820 820 821 621/824 825 825 822	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMA CONDUCTOR SURFACE INTERMEDIATE INTERMEDIATE PRODUCTION PRODUCTION LIN TUBING (Coated) WELLHEAD EQUI PRODUCTION FAI POWER SOURCE RODS AND PUMP	5 5%) TED COST TANGI 120' 450' 3,500' 12,595' IER 7,000' PMENT CILITY ENCLOSUF (FG & STEEL)	Grade K-55 J-55 J-55 P110 L-80 E	IPTION Size 20 13 3/8" 9 5/8" 5 1/2"	Weight 48 40 20	\$275.00 \$65.00 \$52.00 \$30.00	\$25,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000           \$29,250           \$182,000	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION COST \$377,850 \$154,000 \$22,000 \$150,000	\$40,4 \$167,4 \$571,4 \$53,83,4 TOTAL WELL COST \$333,4 \$229,5 \$182,4 \$182,4 \$3377,4 \$154,4 \$154,4 \$154,4 \$150,4
515/705 513/708 509/705 TOTAL INT. Acct Code 620/820 620/820 620/820 620/820 820 820 820 820 821 621/824 825 825 822 823	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMA CONDUCTOR SURFACE INTERMEDIATE INTERMEDIATE PRODUCTION PRODUCTION LIN TUBING (Coated) WELLHEAD EQUI PRODUCTION FAI POWER SOURCE RODS AND PUMP PACKERS, BP'S, E	5 5%) TED COST TANGI Length 120' 450' 3,500' 12,595' IER 7,000' IPMENT CILITY ENCLOSUF (FG & STEEL) SP, DOWNHOLE ED	Grade           K-55           J-55           J-55           L-80           E           QUIPMENT	IPTION Size 20 13 3/8" 9 5/8" 5 1/2"	Weight 48 40 20	\$275.00 \$65.00 \$52.00 \$30.00	\$25,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000           \$29,250           \$182,000	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION COST \$377,850 \$154,000 \$22,000 \$150,000 \$50,000	\$40,4 \$167,4 \$571,4 \$53,83,4 TOTAL WELL COST \$333,4 \$229,5 \$182,4 \$182,4 \$3377,4 \$154,4 \$154,4 \$154,4 \$150,4
515/705 513/708 509/705 OTAL INT Acct Code 620/820 620/820 620/820 620/820 820 820 820 820 820 821 621/824 825 825 822 823	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMA CONDUCTOR SURFACE INTERMEDIATE INTERMEDIATE PRODUCTION PRODUCTION LIN TUBING (Coated) WELLHEAD EQUI PRODUCTION FAI POWER SOURCE RODS AND PUMP PACKERS, BP'S, E	5 5%) TED COST TANGI 120' 450' 3,500' 12,595' IER 7,000' PMENT CILITY ENCLOSUF (FG & STEEL)	Grade           K-55           J-55           J-55           L-80           E           QUIPMENT	IPTION Size 20 13 3/8" 9 5/8" 5 1/2"	Weight 48 40 20	\$275.00 \$65.00 \$52.00 \$30.00	\$25,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000           \$29,250           \$182,000	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION COST \$377,850 \$154,000 \$22,000 \$150,000	\$40,4 \$167,4 \$571,4 \$53,83,4 TOTAL WELL COST \$333,4 \$229,5 \$182,4 \$182,4 \$3377,4 \$154,4 \$154,4 \$154,4 \$150,4
515/705 513/708 509/705 OTAL INT Acct Code 620/820 620/820 620/820 620/820 820 820 820 820 820 821 621/824 825 825 822 823	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMA CONDUCTOR SURFACE INTERMEDIATE INTERMEDIATE PRODUCTION PRODUCTION LIN TUBING (Coated) WELLHEAD EQUI PRODUCTION FAI POWER SOURCE RODS AND PUMP PACKERS, BP'S, E	5 5%) TED COST TANGI 120' 450' 3,500' 12,595' IER 7,000' IPMENT CILITY ENCLOSUF (FG & STEEL) SP, DOWNHOLE ER R, SEPERATOR, FW	Grade           K-55           J-55           J-55           L-80           E           QUIPMENT	IPTION Size 20 13 3/8" 9 5/8" 5 1/2"	Weight 48 40 20	\$275.00 \$65.00 \$52.00 \$30.00	\$25,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000           \$29,250           \$182,000	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION COST \$377,850 \$154,000 \$22,000 \$150,000 \$50,000	\$40, \$167, \$571, \$5,383, TOTAL WELL COST \$33, \$29, \$182, \$182, \$182, \$182, \$182, \$154, \$154, \$154, \$150,
515/705 513/708 509/705 OTAL INT Acct Code 620/820 620/820 620/820 620/820 820 820 820 820 820 821 621/824 825 825 822 823 827	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMA CONDUCTOR SURFACE INTERMEDIATE INTERMEDIATE PRODUCTION PRODUCTION LIN TUBING (Coated) WELLHEAD EQUI PRODUCTION FAU POWER SOURCE RODS AND PUMP PACKERS, BP'S, E HEATER TREATE GAS SALES LINE	5 5%) TED COST TANGI 120' 450' 3,500' 12,595' IER 7,000' IPMENT CILITY ENCLOSUF (FG & STEEL) SP, DOWNHOLE ER R, SEPERATOR, FW	Grade K-55 J-55 J-55 P110 L-80 E QUIPMENT /KO	IPTION Size 20 13 3/8" 9 5/8" 5 1/2"	Weight 48 40 20	\$275.00 \$65.00 \$52.00 \$30.00	\$25,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000           \$29,250           \$182,000	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION COST \$377,850 \$154,000 \$154,000 \$150,000 \$150,000 \$125,000	\$40, \$167, \$571, \$5,383, TOTAL WELL COST \$333, \$229, \$182, \$182, \$3377, \$154, \$3377, \$154, \$154, \$154, \$150, \$550,
515/705 513/708 509/705 OTAL INT. Acct 620/820 620/820 620/820 620/820 820 820 820 820 820 821 621/824 825 825 825 822 823 827 831	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMA CONDUCTOR SURFACE INTERMEDIATE INTERMEDIATE PRODUCTION PRODUCTION LIN TUBING (Coated) WELLHEAD EQUI PRODUCTION FAI POWER SOURCE RODS AND PUMP PACKERS, BP'S, E HEATER TREATE GAS SALES LINE FLOWLINES, VAL	S (5%) TED COST TANGI Length 120' 450' 3,500' 12,595' IER 7,000' IPMENT CILITY ENCLOSUF (FG & STEEL) SP, DOWNHOLE ER R, SEPERATOR, FW & METER RUN	BLE DESCR Grade K-55 J-55 J-55 P110 L-80 E QUIPMENT /KO	IPTION Size 20 13 3/8" 9 5/8" 5 1/2"	Weight 48 40 20	\$275.00 \$65.00 \$52.00 \$30.00	\$25,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000           \$29,250           \$182,000	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION COST \$377,850 \$154,000 \$154,000 \$150,000 \$150,000 \$125,000 \$125,000	\$40, \$167, \$571, \$5,383, TOTAL WELL COST \$33, \$29, \$182, \$182, \$377, \$154, \$377, \$154, \$154, \$154, \$155, \$55, \$55, \$55,
515/705 513/708 509/705 OTAL INT. Acct 620/820 620/820 620/820 620/820 820 820 820 820 820 821 621/824 825 825 822 823 827 831 830 827	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMA CONDUCTOR SURFACE INTERMEDIATE INTERMEDIATE PRODUCTION PRODUCTION LIN TUBING (Coated) WELLHEAD EQUI PRODUCTION FAI POWER SOURCE RODS AND PUMP PACKERS, BP'S, E HEATER TREATE GAS SALES LINE FLOWLINES, VAL	S (5%) TED COST TANGI Length 120' 450' 3,500' 12,595' IER 7,000' PMENT CILITY ENCLOSUF (FG & STEEL) SP, DOWNHOLE EA R, SEPERATOR, FW & METER RUN VES, CONNECTION ND PRODUCTION	BLE DESCR Grade K-55 J-55 J-55 P110 L-80 E QUIPMENT /KO	IPTION Size 20 13 3/8" 9 5/8" 5 1/2"	Weight 48 40 20	\$275.00 \$65.00 \$52.00 \$30.00	\$25,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000           \$29,250           \$182,000	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION COST \$377,850 \$154,000 \$154,000 \$150,000 \$150,000 \$150,000 \$125,000 \$55,000	\$40, \$167, \$571, \$5,383, TOTAL WELL COST \$333, \$29, \$182, \$182, \$3377, \$154, \$377, \$154, \$154, \$154, \$150, \$150, \$55,
515/705 513/708 509/705 OTAL INT. Acct 620/820 620/820 620/820 620/820 820 820 820 820 820 821 621/824 825 825 825 822 823 827 831 830 827 830	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMA CONDUCTOR SURFACE INTERMEDIATE INTERMEDIATE INTERMEDIATE PRODUCTION PRODUCTION LIN TUBING (Coated) WELLHEAD EQUI PRODUCTION FAU POWER SOURCE RODS AND PUMP PACKERS, BPS, E HEATER TREATE GAS SALES LINE FLOWLINES, VAL TANKS (WATER A	S S S S S S S S S S S S S S	BLE DESCR Grade K-55 J-55 J-55 P110 L-80 E QUIPMENT /KO	IPTION Size 20 13 3/8" 9 5/8" 5 1/2"	Weight 48 40 20	\$275.00 \$65.00 \$52.00 \$30.00	\$25,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000           \$29,250           \$182,000           \$32,000           \$32,000           \$32,000	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION COST \$377,850 \$154,000 \$154,000 \$150,000 \$150,000 \$125,000 \$55,000 \$55,000 \$55,000 \$70,000	\$40, \$167, \$571, \$5,383, TOTAL WELL COST \$33, \$29, \$182, \$182, \$337, \$182, \$184, \$347, \$154, \$154, \$154, \$150, \$55, \$55, \$55, \$55, \$70, \$64,
515/705 513/708 509/705 OTAL INT. Acct 620/820 620/820 620/820 620/820 820 820 820 820 821 621/824 825 825 822 823 827 831 830 827 830 622/820	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMA CONDUCTOR SURFACE INTERMEDIATE INTERMEDIATE PRODUCTION PRODUCTION LIN TUBING (Coated) WELLHEAD EQUI PRODUCTION FAU POWER SOURCE RODS AND PUMP PACKERS, BP'S, E HEATER TREATE GAS SALES LINE FLOWLINES, VAL TANKS (WATER A MISCELLANEOUS	S (5%) TED COST TANGI Length 120' 450' 3,500' 12,595' VER 7,000' PMENT CILITY ENCLOSUF (FG & STEEL) SP, DOWNHOLE & R, SEPERATOR, FW & METER RUN VES, CONNECTION ND PRODUCTION S (0%)	BLE DESCR Grade K-55 J-55 J-55 P110 L-80 E QUIPMENT /KO	IPTION Size 20 13 3/8" 9 5/8" 5 1/2"	Weight 48 40 20	\$275.00 \$65.00 \$52.00 \$30.00	\$25,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000           \$33,000           \$33,000           \$33,000           \$33,000           \$33,000           \$33,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION COST \$377,850 \$154,000 \$154,000 \$150,000 \$150,000 \$150,000 \$55,000 \$55,000 \$70,000 \$50,000	\$40, \$167, \$571, \$5,383, TOTAL WELL COST \$33, \$29, \$182, \$154, \$377, \$154, \$154, \$154, \$154, \$154, \$150, \$55, \$55, \$55, \$55, \$55, \$55, \$70, \$135
515/705 513/708 509/705 OTAL INT Acct Code 620/820 620/820 620/820 620/820 820 820 820 820 820 821 621/824 825 822 823 827 831 830 827 830 622/820 OTAL TAN	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMA' CONDUCTOR SURFACE INTERMEDIATE INTERMEDIATE INTERMEDIATE PRODUCTION LIN TUBING (Coated) WELLHEAD EQUI PRODUCTION FAI POWER SOURCE RODS AND PUMP PACKERS, BPS, E HEATER TREATE! GAS SALES LINE FLOWLINES, VAL TANKS (WATER A MISCELLANEOUS CONTINGENCY (I	S (5%) TED COST TANGI Length 120' 450' 3,500' 12,595' IRR 7,000' PMENT CILITY ENCLOSUF (FG & STEEL) SP, DOWNHOLE FF R, SEPERATOR, FW & METER RUN VES, CONNECTION SD (0%) D COST	BLE DESCR Grade K-55 J-55 P110 L-80 E QUIPMENT KO NS )	IPTION Size 20 13 3/8" 9 5/8" 5 1/2"	Weight 48 40 20	\$275.00 \$65.00 \$52.00 \$30.00	\$25,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000           \$33,000           \$33,000           \$33,000           \$33,000           \$33,000           \$33,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION COST \$377,850 \$154,000 \$154,000 \$150,000 \$150,000 \$125,000 \$55,000 \$55,000 \$70,000 \$106,000	\$40, \$167, \$571, \$5,383, TOTAL WELL COST \$33, \$29, \$182, \$182, \$337, \$154, \$377, \$154, \$154, \$154, \$154, \$155, \$55, \$55, \$55, \$55, \$70,
515/705 513/708 509/705 OTAL INT Acct Code 620/820 620/820 620/820 620/820 620/820 820 820 820 820 820 820 821 621/824 825 825 825 822 823 827 830 827 830 622/820 OTAL TAN 941-945	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMA' CONDUCTOR SURFACE INTERMEDIATE INTERMEDIATE INTERMEDIATE PRODUCTION LIN TUBING (Coated) WELLHEAD EQUI PRODUCTION FAI POWER SOURCE RODS AND PUMP PACKERS, BP'S, E HEATER TREATE GAS SALES LINE FLOWLINES, VAL TANKS (WATER A MISCELLANEOUS CONTINGENCY (I	S S S S S S S S S S S S S S	BLE DESCR Grade K-55 J-55 P110 L-80 E QUIPMENT KO NS )	IPTION Size 20 13 3/8" 9 5/8" 5 1/2"	Weight 48 40 20	\$275.00 \$65.00 \$52.00 \$30.00	\$22,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000           \$33,000           \$29,250           \$182,000           \$32,000           \$32,000           \$32,000           \$32,000           \$31,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$33,000           \$32,000           \$332,000           \$332,000           \$332,000           \$332,000	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION COST \$377,850 \$154,000 \$154,000 \$150,000 \$150,000 \$125,000 \$55,000 \$55,000 \$70,000 \$106,000	\$40, \$167, \$571, \$5,383, TOTAL WELL COST \$33, \$29, \$182, \$182, \$377, \$154, \$337, \$154, \$355, \$55, \$55, \$55, \$55, \$70, \$64, \$135,
515/705 513/708 509/705 DTAL INT Acct Code 520/820 520/820 520/820 520/820 820 820 820 821 521/824 825 822 823 827 831 830 827 830 522/820 DTAL TAN 941-945 STIMATER DTAL AFE DTAL AFE	INSURANCE MISCELLANEOUS CONTINGENCY (I ANGIBLE ESTIMAT SURFACE INTERMEDIATE INTERMEDIATE INTERMEDIATE PRODUCTION PRODUCTION LIN TUBING (Coated) WELLHEAD EQUI PRODUCTION FAU POWER SOURCE RODS AND PUMP PACKERS, BP'S, E HEATER TREATE GAS SALES LINE FLOWLINES, VAL TANKS (WATER A MISCELLANEOUS CONTINGENCY (I NGIBLE ESTIMATE P&A COSTS, Rig, CM D DRY HOLE COST	S 5%) TED COST TANGI Length 120' 450' 3,500' 12,595' IER 7,000' PMENT CILITY ENCLOSUF (FG & STEEL) SP, DOWNHOLE EC R, SEPERATOR, FW & METER RUN VES, CONNECTION S (0%) D COST nt, Cleanup, Misc., Se T	BLE DESCR Grade K-55 J-55 P110 L-80 E QUIPMENT KO NS )	IPTION Size 20 13 3/8" 9 5/8" 5 1/2"	Weight 48 40 20	\$275.00 \$65.00 \$52.00 \$30.00	\$22,000           \$30,000           \$283,000           \$2,195,900           COST BEFORE           CASING POINT           \$33,000           \$33,000           \$29,250           \$182,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$32,000           \$332,000           \$332,000           \$332,000           \$332,000           \$332,000           \$332,000           \$314,000           \$29,000           \$319,250           \$50,000	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION COST \$377,850 \$154,000 \$154,000 \$150,000 \$150,000 \$125,000 \$55,000 \$55,000 \$70,000 \$106,000	\$40 \$167 \$571 \$5,383 TOTAL WELL COST \$33 \$33 \$29 \$182 \$182 \$182 \$377 \$377 \$377 \$377 \$377 \$377 \$377 \$37
515/705 513/708 509/705 DTAL INT. Acct Code 520/820 520/820 520/820 820 820 820 821 521/824 825 822 823 827 831 830 827 831 830 827 831 830 827 831 830 827 831 830 827 831 830 827 831 830 827 831 830 827 831 830 827 831 830 827 831 830 774 831 847 847 847 847 847 847 847 847	INSURANCE MISCELLANEOUS CONTINGENCY (1 ANGIBLE ESTIMA' CONDUCTOR SURFACE INTERMEDIATE INTERMEDIATE PRODUCTION PRODUCTION LIN TUBING (Coated) WELLHEAD EQUI PRODUCTION FAV POWER SOURCE RODS AND PUMP PACKERS, BPS, E HEATER TREATE GAS SALES LINE FLOWLINES, VAL TANKS (WATER A MISCELLANEOUS CONTINGENCY (1 NGBLE ESTIMATED COS ESTIMATED COS AL AND ACCEPTA	S (5%) TED COST TANGI Length 120' 450' 3,500' 12,595' I2,	BLE DESCR Grade K-55 J-55 P110 L-80 E QUIPMENT /KO NS )	IPTION Size 20 13 3/8" 9 5/8" 5 1/2" 2.875	Weight 48 40 20 6.5 6.5	\$275.00 \$65.00 \$30.00 \$22.00 \$22.00 \$22.00 \$22.00	\$25,000 \$22,000 \$22,195,900 COST BEFORE CASING POINT \$33,000 \$29,250 \$182,000 \$182,000 \$312,000 \$32,000 \$32,000 \$32,000 \$32,000 \$319,250 \$319,250 \$50,000 \$22,515,150 COGNIZED THAT AMOUNTS F	\$15,000 \$137,000 \$288,000 \$3,187,700 COMPLETION COST \$377,850 \$154,000 \$22,000 \$154,000 \$150,000 \$150,000 \$55,000 \$55,000 \$55,000 \$55,000 \$11,165,350 \$11,165,350 \$4,353,050 \$4,353,050	\$40 \$167 \$5167 \$571 \$5,383 TOTAL WELL COST \$337 \$33 \$29 \$182 \$337 \$357
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#### Exhibit A-4 "Communication Summary"

Valid and diligent efforts have been made to all parties that V-F Petroleum Inc. ("V-F") seeks to compulsory pool. All AFEs, election letters, and JOAs were sent certified mail. Contact by V-F was undertaken and communication was established by phone and email multiple times for locatable parties and diligence search efforts for those others. Some parties received their information to a P.O. Box but refused to pick up from the P.O. Box. Communication was had inquiring around acquiring acreage, development plans, or signing provided JOA for voluntary joinder to participate and providing technical answers to questions for further non-op evaluations. Some parties indicated that they were not adverse to our pooling application, but want to be pooled and reproposed to under order. Most all parties that are being pooled have communicated they are wanting to participate and will sign a JOA, just waiting on signature pages.

EOG Resources Inc.- Multiple phone calls, in person discussion, and multiple deal offers proposed to EOG. Follow ups on status of offer 7/6/23, 7/ 7/23, 7/18/23, 8/10/23, 9/6/23 and multiple phone conversations. Indication wants to work some type of deal, still working through details, non-adverse to development plans.

Read & Stevens, Inc. (Permian Resources Operating, LLC)- Discussions on which direction they want to go, ie, sign, JOA, joining in wells, entertain alternative idea 8/2/23. Responded back they are still looking into.

Pamela Glass, Anne S. Johnson, Eaton Family Trust, Theodore P. White et ux- Multiple phone call attempts on numbers associated with each party, unsuccessful., will continue to reach out.

Linda Schwarz- signed AFE to participate, waiting on signed JOA.

Gilbert Eaton- Received signed elections back to not participate, ok to be compulsory pooled

Hanagan Investments, LLC- Offer made to work a deal, still pending a decision.

Slash Exploration Limited Partnership- Discussed and met in person. Indicated will participate, and will be returning the JOA signed. Still awaiting signed JOA.

Charles F. Malone Living Trust, Jane M. Stockton, Katherine Ann Malone, Charles F. Malone, Jr- Spoke with Charles F. Malone, Jr. and Jane above that indicates that speaks on behalf of all interest. JOA was sent to distribute out, communication began 6/23,6/26,7/7 and phone call with both Charles and Jane during this time frame as well.

ZPZ- Signed letter agreement that will not be adverse to pooling with VF.

WPX- Does not make decision until compulsory pooled, will not be adverse.

Oxy- Final stages of acquiring Oxys interest, will not be adverse to pooling.

End Exhibit A-4



# **TAB 3**

# Case No. 23780

- Exhibit B: Self-Affirmed Statement of Jason Lodge, Geologist
- Exhibit B-1: Location Map of the Proposed Non-Standard Spacing Unit
- Exhibit B-2: Subsea Structure Map
- Exhibit B-3: Structural Cross-Section
- Exhibit B-4: Gun Barrel View

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

# APPLICATION OF V-F PETROLEUM, INC. FOR COMPULSORY POOLING AND APPROVAL OF NON-STANDARD SPACING UNIT, EDDY COUNTY, NEW MEXICO

CASE NO. 23780

#### SELF-AFFIRMED STATEMENT OF JASON LODGE

1. I am a geologist with V-F Petroleum, Inc. ("V-F"). I am over 18 years of age, have personal knowledge of the matters addressed herein, and am competent to provide this Self-Affirmed Statement. I have previously testified before the New Mexico Oil Conservation Division ("Division"), and my credentials as an expert in petroleum geology matters were accepted and made a matter of record.

2. I am familiar with the geological matters that pertain to the above-referenced case.

3. This affidavit is submitted in connection with the filing by V-F of the above referenced compulsory pooling and non-standard spacing unit application pursuant to 19.15.4.12.A(1) NMAC.

4. Exhibit B-1 is a location map of the proposed non-standard spacing unit ("Unit") that is outlined by a red rectangle. The approximate wellbore paths for the proposed Buchanan 33 State Com #221H, and Buchanan 33 State Com #222H wells are represented by green dashed lines. Existing producing wells in the targeted interval are represented by green solid lines.

5. **Exhibit B-2** is a subsea structure map with a contour interval of 100 feet that is representative of the 2<sup>nd</sup> Bone Spring Sand target interval. The data points are indicated by red crosses along with their corresponding subsea values posted above in blue. The approximate wellbore paths for the Wells are depicted by green dashed lines. The map demonstrates the

formation is dipping to the southeast in this area. I do not observe any faulting, pinch-outs, or geologic impediments to developing the targeted interval with horizontal wells. Also identified on this exhibit are three wells that were used to construct a structural cross-section from A to A'. I used these particular well logs because they penetrate the targeted interval, are of good quality, and are representative of the geology in the area.

6. **Exhibit B-3** is a structural cross-section using the representative Wells identified on **Exhibit B-2**. It contains gamma ray, resistivity and porosity logs. The proposed landing zone for the Wells is labeled on the exhibit. This cross-section demonstrates the target interval is continuous across the Unit.

7. **Exhibit B-4** is a gun barrel representation of the Unit depicting vertical and horizontal distances between each planned well. Although this case only includes wells in the  $2^{nd}$  Bone Spring Sand, I've included the wells from Case 23781 on this exhibit since they will be stacked for portions of each well.

8. In my opinion, a laydown orientation for the Wells is appropriate to properly develop the subject acreage because of consistent rock properties throughout the Unit and the preference to be perpendicular to the inferred maximum horizontal stress of the area. Laydown orientation is also supported by a study of the production of stand-up vs laydown orientation in the area, with production results greatly favoring a laydown orientation.

9. Based on my geologic study of the area, the targeted interval underlying the Unit is suitable for development by horizontal wells and the tracts comprising the Unit will contribute more or less equally to the production of the wells.

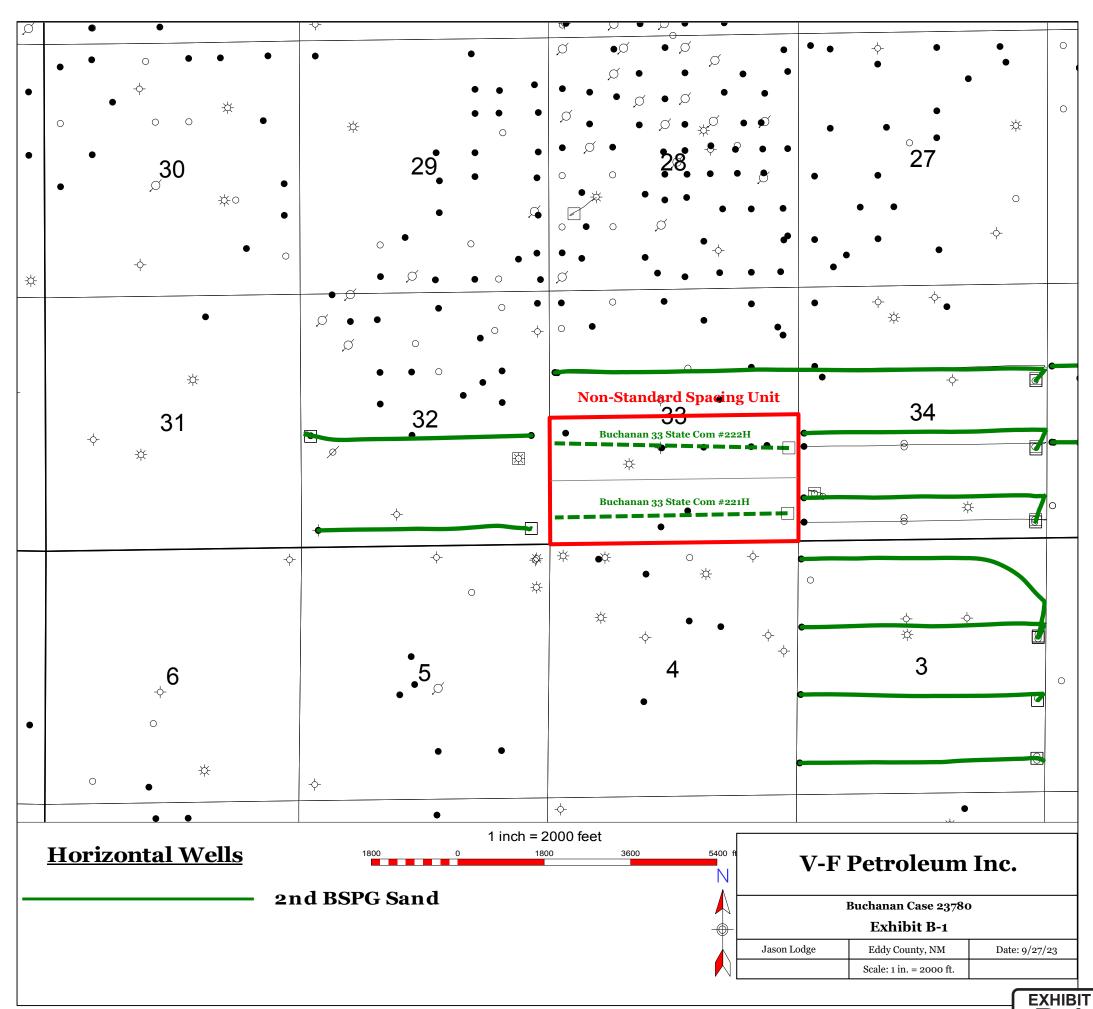
10. In my opinion, the granting of V-F's application will serve the interests of conservation, the protection of correlative rights, and the prevention of waste.

The attached exhibits were either prepared by me or under my supervision or were 11. compiled from company business records.

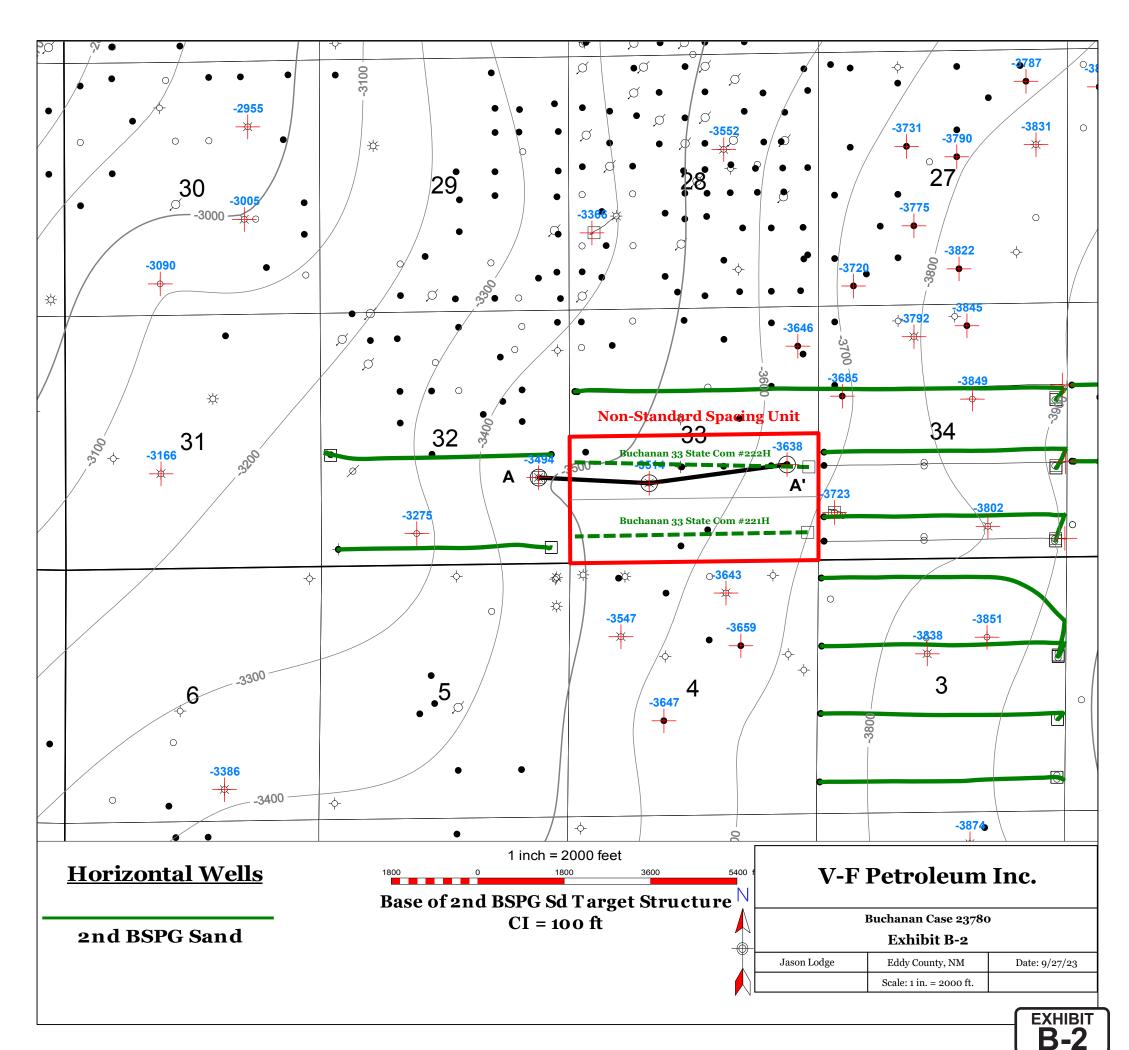
I understand this Self-Affirmed Statement will be used as written testimony in this 12. case. I affirm my testimony above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date identified next to my signature below.

Jason J. Lodge

9/27/23 Date

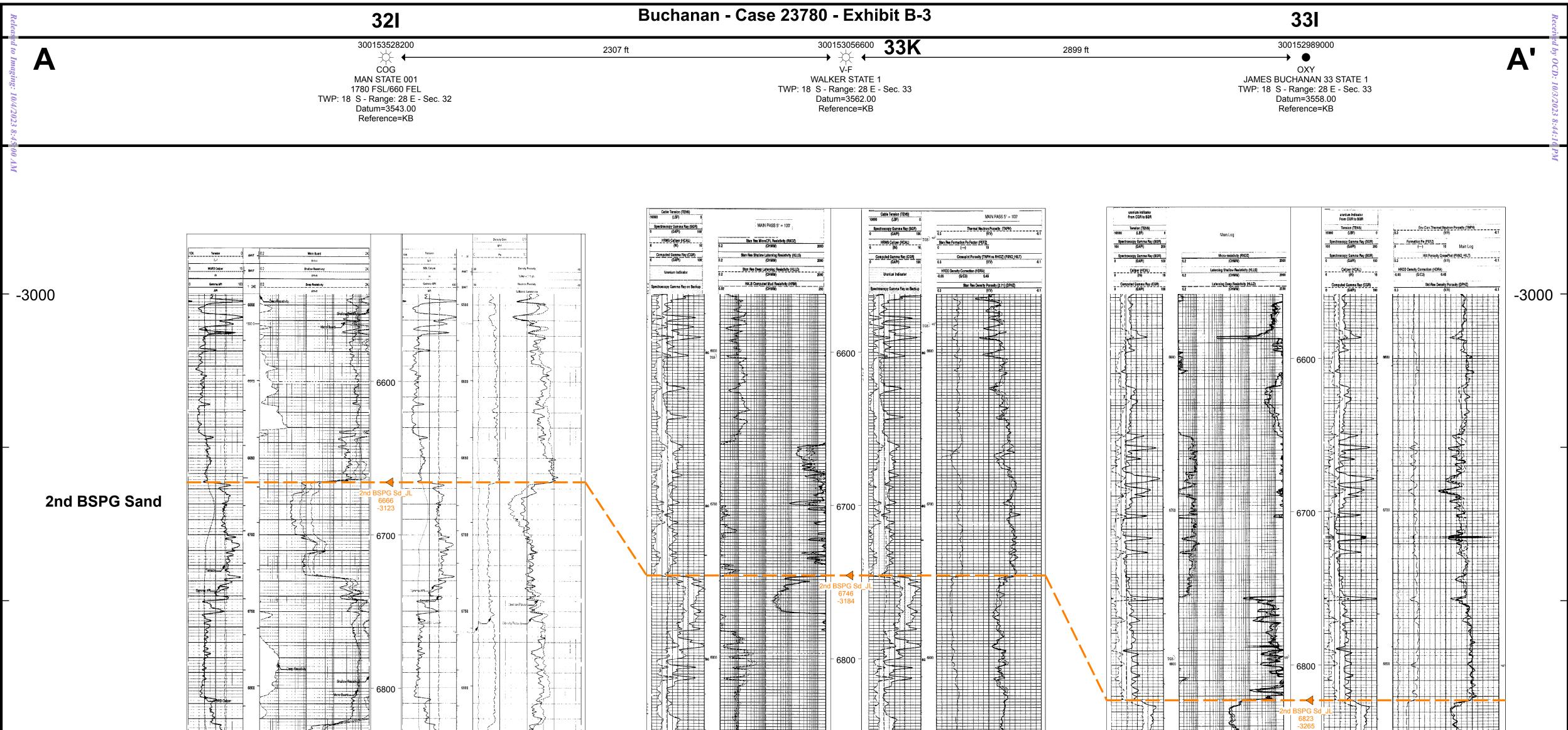


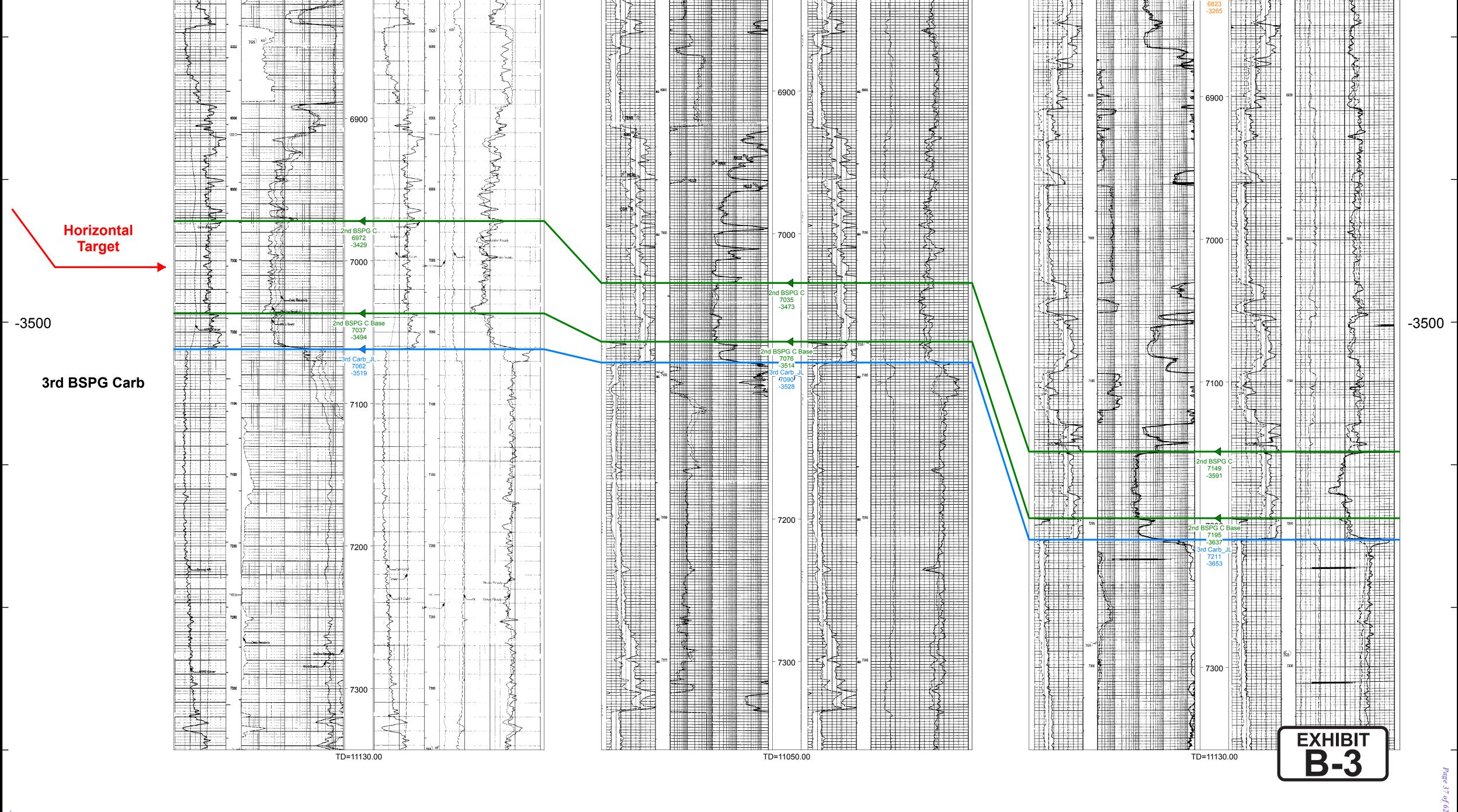
**B-**

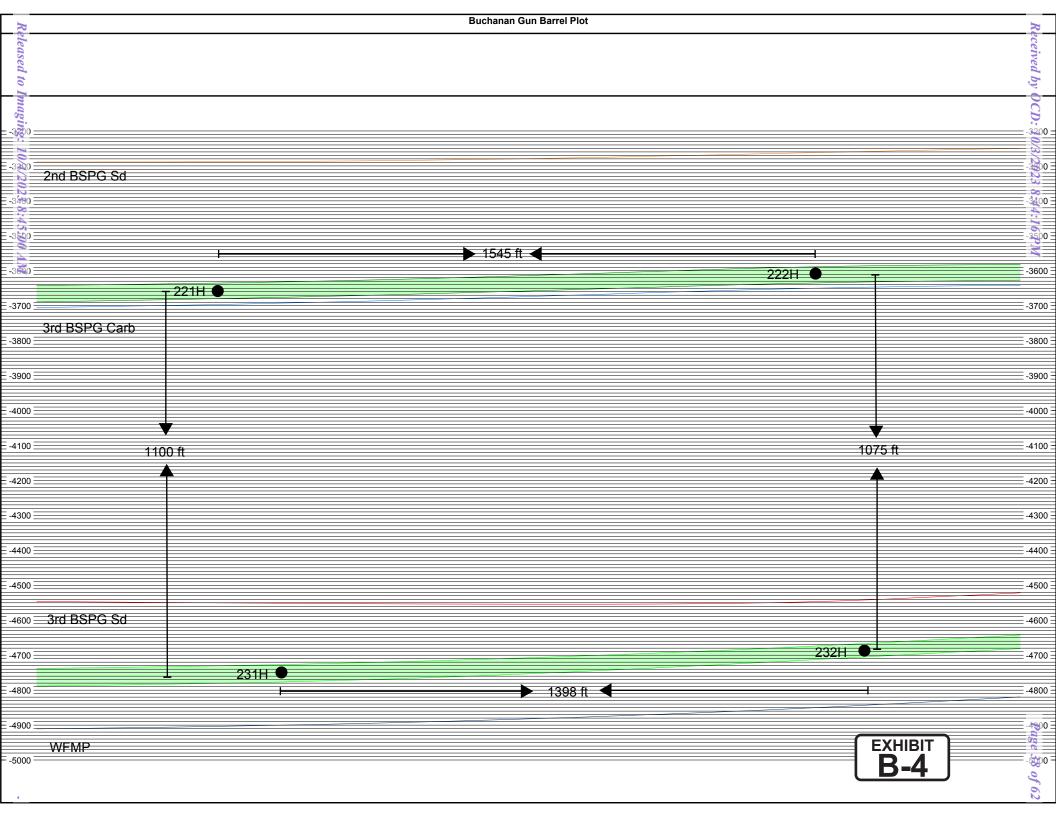


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# **TAB 4**

Case No. 23780

- Exhibit C: Self-Affirmed Statement of Notice, Darin C. Savage
- Exhibit C-1: Notice Letter
- Exhibit C-2: Mailing List Exhibit C-3: Affidavits of Publication

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

### APPLICATION OF V-F PETROLEUM INC. FOR A NON-STANDARD HORIZONTAL SPACING UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

Case No. 23780

#### SELF-AFFIRMED STATEMENT OF NOTICE

I, Darin C. Savage, attorney and authorized representative of V-F Petroleum Inc. ("V-F Petroleum"), the Applicant herein, being first duly sworn, upon oath, states the following:

1. Notice of the applications and hearing in the above-reference cases was timely sent by certified mail, return receipt requested, through the United States Postal Service on September 13, 2023, to all uncommitted interest owners sought to be pooled in this proceeding. *See* Exhibit C-2, attached hereto. Copies of notice letters and evidence of mailing to parties are attached hereto as Exhibits C-1 and C-2.

2. Notice was sent to the Carlsbad Current Argus, a newspaper of general circulation in Eddy County, New Mexico, and timely published in said newspaper on September 19, 2023. *See* Exhibit C-3.

[Signature page follows]



# Signature page of Self-Affirmed Statement of Darin C. Savage:

I understand that this Self-Affirmed Statement will be used as written testimony before the Division in Case No. 23780 and affirm that my testimony herein is true and correct, to the best of my knowledge and belief and made under penalty of perjury under the laws of the State of New Mexico.

Darin Savage

<u>10/3/2023</u> Date Signed **Received by OCD: 10/3/2023 8:44:16 PM** 



#### ABADIE | SCHILL PC

Colorado New Mexico Louisiana Texas Nebraska Kansas Montana Wyoming Oklahoma California North Dakota

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September 13, 2023

# VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED

# TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

Re: Application of V-F Petroleum Inc., for a Non-Standard Horizontal Spacing Unit and Compulsory Pooling, Eddy County, New Mexico <u>Buchanan 33 State Com 221H Well</u> (Case No. 23780) <u>Buchanan 33 State Com 222H Well</u> (Case No. 23780)

Case No. 23780:

Dear Interest Owners:

This letter is to advise you that V-F Petroleum Inc. ("V-F Petroleum"), has filed the enclosed application, Case No. 23780, with the New Mexico Oil Conservation Division ("Division") for the compulsory pooling of a unit in the Bone Spring formation.

In Case No. 23780, V-F Petroleum seeks to pool the Bone Spring formation underlying a non-standard 320-acre, more or less, spacing and proration unit comprised of the S/2 of Section 33, in Township 18 South, Range 28 East, NMPM, Eddy County, New Mexico, dedicated to the above-referenced **Buchanan 33 State Com #221H** and **Buchanan 33 State Com #222H Wells**.

A hearing has been requested before a Division Examiner on October 5, 2023, and the status of the hearing can be monitored through the Division's website. Division hearings will commence at 8:15 a.m., traditionally in Porter Hall at the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. However, under current Division policies, the hearing will be conducted remotely online. For information about remote access and status of the case, you can visit the Division's website at: <u>https://www.emnrd.nm.gov/ocd/hearing-info/</u> or call (505) 476-3441.

214 McKenzie Street, Santa Fe, New Mexico, 87501

**O**: 970.385.4401 • **F**: 970.385.4901

EXHIBIT

You are being notified as an interest owner (subject to title examination) and are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 19.15.4.13.B NMAC to file a Prehearing Statement at least four business days in advance of a scheduled hearing, but in no event later than 5 p.m. mountain time on the Thursday preceding the scheduled hearing date. This statement must be filed at the Division's Santa Fe office at the above specified address and should include: The names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

If you have any questions about this matter, please contact Sean Johnson at (432) 683-3344 or at sean@vfpetroleum.com.

Sincerely,

Darin C. Savage

Attorney for V-F Petroleum Inc.

Mail Activity Report - CertifiedPro.net Mailed from 9/10/2023 to 9/16/2023 User Name: abadieschill Generated: 9/27/2023 9:17:46 AM											
USPS Article Number Ov	wnership	Date Mailed	Name 1	Name 2	Address 1	Address 2	City	State	Zip	Mailing Status	Service Options
9314869904300112015521 W	/1	9/13/23	Read & Stevens, Inc.	(Permian Resources Operating, LLC)	300 N. Marinetfeld Street	Suite 1000	Midland	ТΧ	79701	Delivered	Return Receipt - Electronic, Certified Mail
9314869904300112015538 W	/1	9/13/23	OXY USA WTP Limited Partnership		5 Greenway Plaza	Suite 110	Houston	ТΧ	77046	Delivered	Return Receipt - Electronic, Certified Mail
9314869904300112015545 W	/1	9/13/23	Hanagan Investments, LLC		P.O. Box 1737		Roswell	NM	88202	Delivered	Return Receipt - Electronic, Certified Mail
9314869904300112015552 W	/1	9/13/23	Theodore P. White and Marianne Whit		P.O. Box 533		Roswell	NM	88201	Mailed	Return Receipt - Electronic, Certified Mail
9314869904300112015569 W	/1	9/13/23	Theodore P. White, ssp		P.O. Box 533		Roswell	NM	88201	Mailed	Return Receipt - Electronic, Certified Mail
9314869904300112015576 W	/1	9/13/23	Pamela Ann Glass		7625 Parkview Circle		Austin	ТΧ	78731	Mailed	Return Receipt - Electronic, Certified Mail
9314869904300112015583 W		9/13/23	Jane M. Stockton		6756 Old Chisum Trail		Dexter	NM	88230	Delivered	Return Receipt - Electronic, Certified Mail
9314869904300112015590 W	/1	9/13/23	Katherine Ann Malone		4104 24th St.	Suite 551	San Francisco	CA	94114	Delivered	Return Receipt - Electronic, Certified Mail
9314869904300112015606 W	/1	9/13/23	Charles F. Malone, Jr.		2701 Chrysler Dr.		Roswell	NM	88201	Delivered	Return Receipt - Electronic, Certified Mail
9314869904300112015613 W	/1	9/13/23	Gilbert J. Eaton		48 Arizona State Dr.		Newark	DE	19713	Delivered	Return Receipt - Electronic, Certified Mail
9314869904300112015620 W	/1	9/13/23	Eaton Family Trust	Attn: Michael Rigg Trustee	5870 S. Curtice St.		Littleton	CO	80120	Delivered	Return Receipt - Electronic, Certified Mail
9314869904300112015637 W		9/13/23	Anne S. Johnson		14511 W. Selma		Wichita	KS	67227	Mailed	Return Receipt - Electronic, Certified Mail
9314869904300112015644 W	/1	9/13/23	Linda E. Schwarz		6845 W. 60th Avenue		Arvada	CO	80003	Mailed	Return Receipt - Electronic, Certified Mail
9314869904300112015651 W	/1	9/13/23	Slash Exploration Limited Partnership		P.O. Box 1973		Roswell	NM	88202	Delivered	Return Receipt - Electronic, Certified Mail
9314869904300112015668 W	/I	9/13/23	ZPZ Delaware I LLC		2000 Post Oak Blvd	Suite 100	Houston	ТΧ	77056	Delivered	Return Receipt - Electronic, Certified Mail
9314869904300112015675 RT	Т	9/13/23	WPX Energy Permian, LLC		333 W Sheridan Avenue		Oklahoma City	OK	73102	Delivered	Return Receipt - Electronic, Certified Mail
9314869904300112015682 RI	I	9/13/23	New Mexico State Land Office		310 Old Santa Fe Trail		Santa Fe	NM	87501	Delivered	Return Receipt - Electronic, Certified Mail



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**UNITED STATES** POSTAL SERVICE

September 21, 2023

Dear Covius Document Services:

The following is in response to your request for proof of delivery on your item with the tracking number: **9314 8699 0430 0112 0161 84**.

Item Details			
Status:	Delivered, Front Desk/Reception/Mail Room		
Status Date / Time:	September 20, 2023, 01:49 p.m.		
Location:	MIDLAND, TX 79701		
Postal Product:	First-Class Mail <sup>®</sup>		
Extra Services:	Certified Mail™		
	Return Receipt Electronic		
Recipient Name:	Red River Energy Partners LLC		
Shipment Details			
Weight:	2.0oz		
Recipient Signature			
Signature of Recipient:	Jun M for 50 to Jan M Forster		
Address of Recipient:	2455		

Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

Thank you for selecting the United States Postal Service<sup>®</sup> for your mailing needs. If you require additional assistance, please contact your local Post Office<sup>™</sup> or a Postal representative at 1-800-222-1811.

Sincerely, United States Postal Service<sup>®</sup> 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.

**UNITED STATES** POSTAL SERVICE

September 20, 2023

Dear Covius Document Services:

The following is in response to your request for proof of delivery on your item with the tracking number: **9314 8699 0430 0112 0161 60**.

Item Details			
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Status Date / Time:	September 19, 2023, 08:31 a.m.		
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Postal Product:	First-Class Mail <sup>®</sup>		
Extra Services:	Certified Mail™		
	Return Receipt Electronic		
Recipient Name:	EOG Resources Inc		
Shipment Details			
Weight:	2.0oz		
Recipient Signature			
Signature of Recipient: (Authorized Agent)	" UN RI " " " " " Un Berry " UN KUIL		
Address of Recipient:	Eog		

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Thank you for selecting the United States Postal Service<sup>®</sup> for your mailing needs. If you require additional assistance, please contact your local Post Office<sup>™</sup> or a Postal representative at 1-800-222-1811.

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Information in this section provided by Covius Document Services, LLC.

September 19, 2023

Dear Covius Document Services:

The following is in response to your request for proof of delivery on your item with the tracking number: **9314 8699 0430 0112 0161 39**.

Item Details				
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Postal Product:	First-Class Mail <sup>®</sup>			
Extra Services:	Certified Mail™			
	Return Receipt Electronic			
Recipient Name:	WPX Energy Permian LLC			
Shipment Details				
Weight:	2.0oz			
Destination Delivery Address				
Street Address:	333 W SHERIDAN AVE			
City, State ZIP Code:	OKLAHOMA CITY, OK 73102-5010			
Recipient Signature				
Signature of Recipient:	X Jupin A Sulu lubie			
Address of Recipient:	THE BASE OF STREET			

Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

Thank you for selecting the United States Postal Service<sup>®</sup> for your mailing needs. If you require additional assistance, please contact your local Post Office<sup>™</sup> or a Postal representative at 1-800-222-1811.

Sincerely, United States Postal Service<sup>®</sup> 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.

September 26, 2023

Dear Covius Document Services:

The following is in response to your request for proof of delivery on your item with the tracking number: **9314 8699 0430 0112 0161 22**.

Item Details				
Status:	Delivered, Left with Individual			
Status Date / Time:	September 25, 2023, 11:32 a.m.			
Location:	HOUSTON, TX 77056			
Postal Product:	First-Class Mail <sup>®</sup>			
Extra Services:	Certified Mail™			
	Return Receipt Electronic			
Recipient Name:	ZPZ Delaware I LLC			
Shipment Details				
Weight:	2.0oz			
Destination Delivery Address				
Street Address:	2000 POST OAK BLVD STE 100			
City, State ZIP Code:	HOUSTON, TX 77056-4497			
Recipient Signature				
Signature of Recipient:				
Address of Recipient:				

Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

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Sincerely, United States Postal Service<sup>®</sup> 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.

September 20, 2023

Dear Covius Document Services:

The following is in response to your request for proof of delivery on your item with the tracking number: **9314 8699 0430 0112 0161 15**.

Item Details			
Status:	Delivered, Individual Picked Up at Post Office		
Status Date / Time:	September 19, 2023, 10:12 a.m.		
Location:	ROSWELL, NM 88201		
Postal Product:	First-Class Mail®		
Extra Services:	Certified Mail™		
	Return Receipt Electronic		
Recipient Name:	Slash Exploration Limited Partnership		
Shipment Details			
Weight:	2.0oz		
Recipient Signature			
Signature of Recipient:	VA VATURXADC		
Address of Recipient:	193		

Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

Thank you for selecting the United States Postal Service<sup>®</sup> for your mailing needs. If you require additional assistance, please contact your local Post Office<sup>™</sup> or a Postal representative at 1-800-222-1811.

Sincerely, United States Postal Service<sup>®</sup> 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.

September 18, 2023

Dear Covius Document Services:

The following is in response to your request for proof of delivery on your item with the tracking number: **9314 8699 0430 0112 0160 85**.

Item Details			
Status:	Delivered to Agent for Final Delivery		
Status Date / Time:	September 16, 2023, 12:21 p.m.		
Location:	LITTLETON, CO 80120		
Postal Product:	First-Class Mail <sup>®</sup>		
Extra Services:	Certified Mail™		
	Return Receipt Electronic		
Recipient Name:	Eaton Family Trust Attn Michael Rigg Trustee		
Shipment Details			
Weight:	2.0oz		
Recipient Signature			
Signature of Recipient: (Authorized Agent)			
Address of Recipient:			

Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

Thank you for selecting the United States Postal Service<sup>®</sup> for your mailing needs. If you require additional assistance, please contact your local Post Office<sup>™</sup> or a Postal representative at 1-800-222-1811.

Sincerely, United States Postal Service<sup>®</sup> 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.

September 21, 2023

Dear Covius Document Services:

The following is in response to your request for proof of delivery on your item with the tracking number: **9314 8699 0430 0112 0160 78**.

Item Details				
Status:	Delivered, Left with Individual			
Status Date / Time:	September 20, 2023, 04:44 p.m.			
Location:	NEWARK, DE 19713			
Postal Product:	First-Class Mail <sup>®</sup>			
Extra Services:	Certified Mail™			
	Return Receipt Electronic			
Recipient Name:	Gilbert J Eaton			
Shipment Details				
Weight:	2.0oz			
Destination Delivery Address				
Street Address:	48 ARIZONA STATE DR			
City, State ZIP Code:	NEWARK, DE 19713-1144			
Recipient Signature				
Signature of Recipient:	Esten			
Address of Recipient:	48 Aricona St			

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Sincerely, United States Postal Service® 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.

September 18, 2023

Dear Covius Document Services:

The following is in response to your request for proof of delivery on your item with the tracking number: **9314 8699 0430 0112 0160 54**.

Item Details			
Status: Status Date / Time: Location: Postal Product: Extra Services:	Delivered, Left with Individual September 16, 2023, 09:25 a.m. SAN FRANCISCO, CA 94114 First-Class Mail <sup>®</sup> Certified Mail <sup>™</sup> Return Receipt Electronic		
Recipient Name:	Katherine Ann Malone		
Shipment Details			
Weight:	2.0oz		
Destination Delivery Address			
Street Address: City, State ZIP Code:	4104 24TH ST SAN FRANCISCO, CA 94114-3615		
Recipient Signature			
Signature of Recipient:			
Address of Recipient:	40 4 2ut		

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Sincerely, United States Postal Service<sup>®</sup> 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.

September 22, 2023

Dear Covius Document Services:

The following is in response to your request for proof of delivery on your item with the tracking number: **9314 8699 0430 0112 0160 23**.

Item Details			
Status:	Delivered, Individual Picked Up at Post Office		
Status Date / Time:	September 21, 2023, 12:25 p.m.		
Location:	ROSWELL, NM 88201		
Postal Product:	First-Class Mail <sup>®</sup>		
Extra Services:	Certified Mail™		
	Return Receipt Electronic		
Recipient Name:	Andersen Malone LLC		
Shipment Details			
Weight:	2.0oz		
Recipient Signature			
Signature of Recipient:	Luid m Karnes		
Address of Recipient:	PO BOX 87 Roswell, NM 88202-0087		

Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

Thank you for selecting the United States Postal Service<sup>®</sup> for your mailing needs. If you require additional assistance, please contact your local Post Office<sup>™</sup> or a Postal representative at 1-800-222-1811.

Sincerely, United States Postal Service<sup>®</sup> 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.

September 21, 2023

Dear Covius Document Services:

The following is in response to your request for proof of delivery on your item with the tracking number: **9314 8699 0430 0112 0159 89**.

Item Details				
Status:	Delivered to Agent for Final Delivery			
Status Date / Time:	September 20, 2023, 10:52 a.m.			
Location:	HOUSTON, TX 77046			
Postal Product:	First-Class Mail <sup>®</sup>			
Extra Services:	Certified Mail™			
	Return Receipt Electronic			
Recipient Name:	OXY USA WTP Limited Partnership			
Shipment Details				
Weight:	2.0oz			
Recipient Signature				
Signature of Recipient: (Authorized Agent)				
Address of Recipient:				

Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

Thank you for selecting the United States Postal Service<sup>®</sup> for your mailing needs. If you require additional assistance, please contact your local Post Office<sup>™</sup> or a Postal representative at 1-800-222-1811.

Sincerely, United States Postal Service<sup>®</sup> 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.

September 19, 2023

Dear Covius Document Services:

The following is in response to your request for proof of delivery on your item with the tracking number: **9314 8699 0430 0112 0156 75**.

Item Details				
Status:	Delivered			
Status Date / Time:	September 18, 2023, 11:58 a.m.			
Location:	OKLAHOMA CITY, OK 73102			
Postal Product:	First-Class Mail <sup>®</sup>			
Extra Services:	Certified Mail™			
	Return Receipt Electronic			
Recipient Name:	WPX Energy Permian LLC			
Shipment Details				
Weight:	2.0oz			
Destination Delivery Address				
Street Address:	333 W SHERIDAN AVE			
City, State ZIP Code:	OKLAHOMA CITY, OK 73102-5010			
Recipient Signature				
Signature of Recipient:	X Jupon Thenty lupe			
Address of Recipient:	333 Ju Stradau			

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Thank you for selecting the United States Postal Service<sup>®</sup> for your mailing needs. If you require additional assistance, please contact your local Post Office<sup>™</sup> or a Postal representative at 1-800-222-1811.

Sincerely, United States Postal Service® 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.

September 19, 2023

Dear Covius Document Services:

The following is in response to your request for proof of delivery on your item with the tracking number: **9314 8699 0430 0112 0156 68**.

Item Details	
Status:	Delivered, Left with Individual
Status Date / Time:	September 18, 2023, 12:00 p.m.
Location:	HOUSTON, TX 77056
Postal Product:	First-Class Mail <sup>®</sup>
Extra Services:	Certified Mail™
	Return Receipt Electronic
Recipient Name:	ZPZ Delaware I LLC
Shipment Details	
Weight:	2.0oz
Destination Delivery Address	
Street Address:	2000 POST OAK BLVD STE 100
City, State ZIP Code:	HOUSTON, TX 77056-4497
Recipient Signature	
Signature of Recipient:	
Address of Recipient:	

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Sincerely, United States Postal Service<sup>®</sup> 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.

September 20, 2023

Dear Covius Document Services:

The following is in response to your request for proof of delivery on your item with the tracking number: **9314 8699 0430 0112 0156 51**.

Item Details	
Status:	Delivered, Individual Picked Up at Post Office
Status Date / Time:	September 19, 2023, 10:12 a.m.
Location:	ROSWELL, NM 88201
Postal Product:	First-Class Mail <sup>®</sup>
Extra Services:	Certified Mail™
	Return Receipt Electronic
Recipient Name:	Slash Exploration Limited Partnership
Shipment Details	
Weight:	2.0oz
Recipient Signature	
Signature of Recipient:	VA VATURXADC
Address of Recipient:	193

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Sincerely, United States Postal Service<sup>®</sup> 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.

September 18, 2023

Dear Covius Document Services:

The following is in response to your request for proof of delivery on your item with the tracking number: **9314 8699 0430 0112 0156 20**.

Item Details	
Status:	Delivered to Agent for Final Delivery
Status Date / Time:	September 16, 2023, 12:21 p.m.
Location:	LITTLETON, CO 80120
Postal Product:	First-Class Mail <sup>®</sup>
Extra Services:	Certified Mail™
	Return Receipt Electronic
Recipient Name:	Eaton Family Trust Attn Michael Rigg Trustee
Shipment Details	
Weight:	2.0oz
Recipient Signature	
Signature of Recipient: (Authorized Agent)	
Address of Recipient:	

Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

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Sincerely, United States Postal Service<sup>®</sup> 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.

September 21, 2023

Dear Covius Document Services:

The following is in response to your request for proof of delivery on your item with the tracking number: **9314 8699 0430 0112 0156 13**.

Item Details	
Status: Status Date / Time: Location: Postal Product: Extra Services:	Delivered, Left with Individual September 20, 2023, 04:44 p.m. NEWARK, DE 19713 First-Class Mail <sup>®</sup> Certified Mail <sup>™</sup> Return Receipt Electronic
Recipient Name:	Gilbert J Eaton
Shipment Details Weight:	2.0oz
Destination Delivery Address	
Street Address: City, State ZIP Code:	48 ARIZONA STATE DR NEWARK, DE 19713-1144
Recipient Signature	
Signature of Recipient:	Esten (
Address of Recipient:	48 Aricong St

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Sincerely, United States Postal Service<sup>®</sup> 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.

September 18, 2023

Dear Covius Document Services:

The following is in response to your request for proof of delivery on your item with the tracking number: **9314 8699 0430 0112 0155 90**.

Item Details	
Status:	Delivered, Left with Individual
Status Date / Time:	September 16, 2023, 09:25 a.m.
Location:	SAN FRANCISCO, CA 94114
Postal Product:	First-Class Mail®
Extra Services:	Certified Mail™
	Return Receipt Electronic
Recipient Name:	Katherine Ann Malone
Shipment Details	
Weight:	2.0oz
Destination Delivery Address	
Street Address:	4104 24TH ST
City, State ZIP Code:	SAN FRANCISCO, CA 94114-3615
Recipient Signature	
Signature of Recipient:	
Address of Recipient:	Ho 4 2nd

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Sincerely, United States Postal Service<sup>®</sup> 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.

September 19, 2023

Dear Covius Document Services:

The following is in response to your request for proof of delivery on your item with the tracking number: **9314 8699 0430 0112 0155 38**.

Item Details	
Status:	Delivered to Agent for Final Delivery
Status Date / Time:	September 18, 2023, 11:31 a.m.
Location:	HOUSTON, TX 77046
Postal Product:	First-Class Mail <sup>®</sup>
Extra Services:	Certified Mail™
	Return Receipt Electronic
Recipient Name:	OXY USA WTP Limited Partnership
Shipment Details	
Weight:	2.0oz
Recipient Signature	
Signature of Recipient: (Authorized Agent)	
Address of Recipient:	

Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

Thank you for selecting the United States Postal Service<sup>®</sup> for your mailing needs. If you require additional assistance, please contact your local Post Office<sup>™</sup> or a Postal representative at 1-800-222-1811.

Sincerely, United States Postal Service<sup>®</sup> 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.

# **Carlsbad Current Argus.**

Affidavit of Publication Ad # 0005827186 This is not an invoice

ABADIE SCHILL P.C. 555 RIVERGATE # B 4-180

DURANGO, CO 81301-7485

I, a legal clerk of the Carlsbad Current Argus, a newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the State wherein legal notices and advertisements may be published; that the printed notice attached hereto was published in the regular and entire edition of said newspaper and not in supplement thereof in editions dated as follows:

09/19/2023

Legal Clerk

Subscribed and sworn before me this September 19, 2023:

State of WI, County of Brown NOTARY PUBLIC

-27

My commission expires

DENISE ROBERTS Notary Public State of Wisconsin

Ad # 0005827186 PO #: No. 23780 # of Affidavits1

This is not an invoice

CASE No. 23780: Notice -- to all parties and persons having any right, title, interest or claim in this case, including owners of working interest, overriding royalty interest, and record title, among others, whether such parties or persons are listed herein or not, as well as notice to all known and unknown heirs, devisees, assigns and successors of such affected parties and persons, which based on reasonable diligence include READ & STEVENS, INC.; OXY USA WTP LIMITED PARTNERSHIP; HANGAN INVESTMENTS, LLC; THEODORE P. WHITE AND MARIANNE WHITE; THEODORE P. WHITE, SSP; PAME-LA ANN GLASS; JANE M. STOCKTON; KATHERINE ANN MALONE; CHARLES F. MALONE, JR.; GILBERT J. EATON; FAMILY TRUST; ANNE S. JOHNSON; LINDA E. SCHWARZ; SLASH EXPLORATION LIMITED PARTNERSHIP; ZPZ DELAWARE I LLC; and WPX ENERGY PER-MIAN, LLC of V-F Petroleum Inc.'s application for approval of a no ANNE'S JOHNSON; LINDA E. SCHWARZ; SLASH EXPLORATION LIM-ITED PARTNERSHIP; ZPZ DELAWARE I LLC; and WPX ENERGY PER-MIAN, LLC of V-F Petroleum Inc.'s application for approval of a no-n-standard horizontal spacing unit and compulsory pooling, Eddy County, New Mexico. The State of New Mexico, through its Oil Con-servation Division, hereby gives notice that the Division Examiner will conduct a public hearing at 8:15 a.m. on October 5, 2023, traditional-ly held at 1220 S. St. Francis, Santa Fe, New Mexico, 87505. However, under current Division policies, the hearing will be conducted re-motely online. For information about remote access and the status of the case, you can visit the Division's website at: https://www.emrd.n. m.gov/ocd/hearing-info/ or call (505) 476-3441. V-F Petroleum, Inc., (Corporate office at 500 W. Texas Ave., Suite 350, Midland, TX 79701), seeks an order from the Division: (1) establishing a non-standard 320-acre, more or less, spacing and proration unit com-prised of the S/2 of Section 33, Township 18 South, Range 28 East, NMPM, Eddy County, New Mexico, and (2) pooling all uncommitted mineral interests from a stratigraphic equivalent of 3,531 feet (that being the top of the Bone Spring formation) in the Travis; Bone Springs formation [Pool Code 97257], to a stratigraphic equivalent of 7,062 feet (that being the base of the 2nd Bone Springs Sand forma-tion), depths as defined on the log for the Man State #001H (API No. 30-015-3528), designated as an oil pool, underlying said unit. Said horizontal spacing unit is to be dedicated to the Buchanan 33 State Com #221H Well, an oil well, to be horizontally drilled from a surface location in the SK/4 SF/4 (Unit M) of Section 33, and the Buchanan 33 State Com #222H Well, an oil well, to be horizontally drilled from a surface location in the NE/4 SE/4 (Unit L) of Section 33. The wells will be orthodox, and the take points and completed intervals will com-ply with the setback requirements under the Division's Statewide hole location in the NW/4 SW/4 (Unit L) of Section 33. The wells will be orthodox, and the take points and completed intervals will com-ply with the setback requirements under the Division's Statewide Rules. V-F Petroleum will apply for administrative approval of the non-standard spacing unit. Also to be considered will be the cost of drilling and completing the wells and the allocation of the costs thereof; actual operating costs and charges for supervision; the des-ignation of the Applicant as Operator of the wells and unit; and a 200% charge for the risk involved in drilling and completing the wells. The wells and lands are located approximately 18.5 miles southeast of Artesia. New Mexico. southeast of Artesia, New Mexico. #5827186, Current Argus, September 19, 2023

