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

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

CASE NO. 23041

PRE-HEARING STATEMENT

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

APPLICANT ATTORNEYS

V-F Petroleum, Inc.

Dana S. Hardy

Jaclyn McLean Yarithza Peña Hinkle Shanor LLP

P.O. Box 2068 Santa Fe, NM 87504-2068 Phone: (505) 982-4554

dhardy@hinklelawfirm.com jmclean@hinklelawfirm.com ypena@hinklelawfirm.com

INTERESTED PARTY ATTORNEYS

Fasken Oil & Ranch Ltd. Michael H. Feldewert

Adam G. Rankin Julia Broggi

Paula M. Vance

Holland & Hart, LLP Post Office Box 2208

Santa Fe, New Mexico 87504

TEL: (505) 988-4421

FAX: (505) 983-6043 Facsimile mfeldewert@hollandhart.com agrankin@hollandhart.com jbroggi@hollandhart.com pmvance@hollandhart.com

STATEMENT OF THE CASE

Applicant applies for an order pooling all uncommitted interests within the Bone Spring formation underlying a 160-acre, more or less, standard horizontal spacing unit comprised of the N/2 NE/4 of Section 34 and the N/2 NW/4 of Section 35, Township 18 South, Range 28 East, Eddy County, New Mexico. The spacing unit will be dedicated to the following wells:

- Burns 34/35 State Com #222H, which will be horizontally drilled from a surface hole location in the NE/4 NW/4 (Unit C) of Section 34, Township 18 South, Range 28 East, to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 35, Township 18 South, Range 28 East; and
- Burns 34/35 State Com #232H, which will be horizontally drilled from a surface hole location in the NE/4 NW/4 (Unit C) of Section 34, Township 18 South, Range 28 East, to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 35, Township 18 South, Range 28 East.

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

The Wells are located approximately 17.4 miles southeast of Artesia, New Mexico.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Sean Johnson	Landman	Affidavit	Approx. 5
Jason Lodge	Geologist	Affidavit	Approx. 7

PROCEDURAL MATTERS

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

Respectfully submitted,

HINKLE SHANOR, LLP

/s/ Dana S. Hardy

Dana S. Hardy Jaclyn McLean Yarithza Peña P.O. Box 2068 Santa Fe, NM 87504-2068

Phone: (505) 982-4554
Facsimile: (505) 982-8623
dhardy@hinklelawfirm.com
jmclean@hinklelawfirm.com
ypena@hinklelawfirm.com
Counsel for V-F Petroleum, Inc.

CERTIFICATE OF SERVICE

I hereby certify that the foregoing Pre-Hearing Statement was sent to the following counsel of record on this 29th day of September, 2022.

Michael H. Feldewert
Adam G. Rankin
Julia Broggi
Paula M. Vance
HOLLAND & HART, LLP
Post Office Box 2208
Santa Fe, New Mexico 87504
TEL: (505) 988-4421
FAX: (505) 983-6043 Facsimile
mfeldewert@hollandhart.com
agrankin@hollandhart.com
jbroggi@hollandhart.com
pmvance@hollandhart.com
Counsel for Fasken Oil & Ranch, Ltd.

/s/ Dana S. Hardy

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

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

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

QUESTIONS

Action 147307

QUESTIONS

Operator:	OGRID:
V-F PETROLEUM INC	24010
P.O. Box 1889	Action Number:
Midland, TX 79702	147307
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

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