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

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

Case No. 23118

PREHEARING STATEMENT

V-F Petroleum Inc. ("V-F Petroleum"), OGRID No. 24010, through its undersigned attorneys, submits the following Prehearing Statement pursuant to the rules of the Oil Conservation Division ("Division").

APPEARANCES

APPLICANT ATTORNEY

V-F Petroleum Inc. Darin C. Savage

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APPLICANT'S STATEMENT OF CASE

In Case No. 23118, V-F Petroleum seeks an order (1) establishing a standard 240-acre, more or less, spacing and proration unit comprised of the N/2 NW/4 of Section 34 and the N/2 N/2 of Section 33, Township 18 South, Range 28 East, NMPM, Eddy County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation, designated as an oil pool, underlying said unit. V-F Petroleum proposes and dedicates to the unit the **Walker 34-33 State**

Com #224H Well and the Walker 34-33 State Com #234H Well as initial wells. The wells will be orthodox in location.

V-F Petroleum proposes the **Walker 34-33 State Com #224H Well,** an oil well, to be horizontally drilled from a surface location in the NE/4 NW/4 (Unit C) of Section 34 to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 33.

V-F Petroleum proposes the **Walker 34-33 State Com #234H Well,** an oil well, to be horizontally drilled from a surface location in the NE/4 NW/4 (Unit C) of Section 34 to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 33.

APPLICANT'S PROPOSED EVIDENCE

WITNESS	ESTIMATED TIME	EXHIBITS
Landman: Sean Johnson	Approx. 10 min	Approx. 5
Geologist: Jason Lodge	Approx. 10 min	Approx. 6

PROCEDURAL MATTERS

As of the filing of this Pre-hearing Statement, no parties have made an entry of appearance or filed a protest or objection, and V-F Petroleum does not anticipate any at this time; consequently, V-F Petroleum plans to conduct the hearing by affidavit.

Respectfully submitted,

ABADIE & SCHILL, PC

/s/ Darin C. Savage

Darin C. Savage

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

QUESTIONS

Action 154501

QUESTIONS

Operator:	OGRID:	
V-F PETROLEUM INC	24010	
P.O. Box 1889	Action Number:	
Midland, TX 79702	154501	
	Action Type:	
	[HEAR] Prehearing Statement (PREHEARING)	

QUESTIONS

Testimony		
Please assist us by provide the following information about your testimony.		
Number of witnesses	2	
Testimony time (in minutes)	20	