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November 13, 2001
VIA HAND DELIVERY
AND ELECTRONIC MAIL

David Catanach, Hearing Examiner
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
2040 South Pacheco Street
Santa Fe, New Mexico 87505

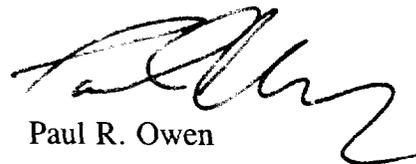
**Re: *New Mexico Oil Conservation Division Case No. 12476;
Application of V-F Petroleum, Inc., for exceptions to special pool rules
permitting an unorthodox well location and a second well on 640-acre
proration unit, Eddy County, New Mexico.***

Dear Mr. Catanach:

Enclosed please find a proposed order in the above-referenced case. You will recall that at the Examiner hearing on November 1, 2001, this case was taken under advisement.

Please let me know if there is any additional material or information that will be helpful to you in your consideration of this case.

Very truly yours,



Paul R. Owen

Enclosure

cc: Mr. Larry Brazile
V-F Petroleum, Inc.