

**BEFORE THE
OIL CONSERVATION DIVISION
NEW MEXICO ENERGY, MINERALS AND
NATURAL RESOURCES DEPARTMENT**

**IN THE MATTER OF THE APPLICATION OF V-F
PETROLEUM INC. FOR AN UNORTHODOX GAS
WELL LOCATION AND SIMULTANEOUS
DEDICATION, EDDY COUNTY, NEW MEXICO.**

CASE NO. 12921

AFFIDAVIT

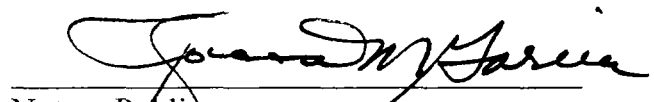
STATE OF NEW MEXICO)
) ss.
COUNTY OF SANTA FE)

William F. Carr, attorney in fact and authorized representative of V-F Petroleum Inc., the applicant herein, being first duly sworn, upon oath, states that notice has been given to all interested parties entitled to receive notice of this application under Oil Conservation Division rules, and that notice has been given at the addresses shown on Exhibit "A" attached hereto.



William F. Carr

SUBSCRIBED AND SWORN to before this 13th day of August 2002 by William F. Carr.



Notary Public

My Commission Expires: Aug 23, 2005

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Case No. 12921 Exhibit No. 2
Submitted by:
V-F PETROLEUM INC.
Hearing Date: September 5, 2002

EXHIBIT A

**APPLICATION OF V-F PETROLEUM INC.
FOR AN UNORTHODOX GAS WELL LOCATION AND
SIMULTANEOUS DEDICATION,
EDDY COUNTY, NEW MEXICO.**

NOTICE LIST

Bureau of Land Management
2909 West 2nd Street
Roswell, New Mexico 88201

Texaco Exploration and Production Inc.
Post Office Box 3109
Midland, Texas 79702

Harvey E. Yates Company
Post Office Box 1933
Roswell, New Mexico 88202

Prairie Sun Inc.
Post Office Box 8280
Roswell, New Mexico 88201

HOLLAND & HART^{LLP}
ATTORNEYS AT LAW

DENVER • ASPEN
BOULDER • COLORADO SPRINGS
DENVER TECH CENTER
BILLINGS • BOISE
CHEYENNE • JACKSON HOLE
SALT LAKE CITY • SANTA FE
WASHINGTON, D.C.

P.O. BOX 2208
SANTA FE, NEW MEXICO 87504-2208
110 NORTH GUADALUPE, SUITE 1
SANTA FE, NEW MEXICO 87501-6525

TELEPHONE (505) 988-4421
FACSIMILE (505) 983-6043

William F. Carr

wcarr@hollandhart.com

August 13, 2002

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

TO: AFFECTED INTEREST OWNERS:

Re: Application of V-F Petroleum Inc. for an unorthodox gas well location
and simultaneous dedication, Eddy County, New Mexico.

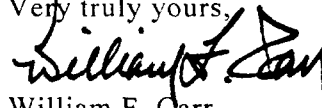
Ladies and Gentlemen:

This letter is to advise you that V-F petroleum Inc. has filed the enclosed application with the New Mexico Oil Conservation Division seeking an exception to Rule 104.C.(2)(b) to permit the simultaneous dedication of the following wells to an existing 320-acre spacing and proration unit in the Morrow formation comprised of the N/2 of Section 33, Township 17 South, Range 31 East, NMPM: the Denali "33" Federal Well No. 2 which produces from the Middle Morrow Zone at a standard gas well location 1580 feet from the North line and 760 feet from the West line; and the Dow "B" Federal Well No. 2 to be re-entered and re-completed in the Lower Morrow zone at an unorthodox gas well location 660 feet from the North line and 2310 feet from the West line of said Section 33 in the East Cedar Lake-Morrow Gas Pool.

This application has been set for hearing before a Division Examiner on September 5, 2002. You 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 1208.B to file a Prehearing Statement three days in advance of a scheduled hearing. This statement must be filed at the Oil Conservation Division's Santa Fe office located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505 and shall 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.

Very truly yours,



William F. Carr
ATTORNEY FOR V-F
PETROLEUM INC.

U.S. Postal Service
CERTIFIED MAIL RECEIPT
(Domestic Mail Only; No Insurance Coverage)

WFC/U-P
S.D. Postage \$.60
Certified Fee 2.30
Return Receipt Fee (Endorsement Required) 1.75
Restricted Delivery Fee (Endorsement Required)
Total Postage & Fees \$ 4.65

Sent To Bureau of Land Management
2909 West 2nd Street
Roswell, New Mexico 88201
Street, Apt. No. or PO Box No.
City, State, ZIP

PS Form 3800, July 1999

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Bureau of Land Management
2909 West 2nd Street
Roswell, New Mexico 88201

2. Article Number (Copy from service)

7001 1140 0002 5600 5790

PS Form 3811, July 1999

Domestic Return Receipt

102595-00-M-0952

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) B. Date of Delivery 8-15-02

C. Signature X Jennifer Lucas

☐ Agent ☐ Addressee

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☐ No

3. Service Type

☐ Certified Mail ☐ Express Mail

☐ Registered ☐ Return Receipt for Merchandise

☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Harvey E. Yates Company
Post Office Box 1933
Roswell, New Mexico 88202

2. Article Number (Copy from service)

7001 1140 0002 5600 5783

PS Form 3811, July 1999

Domestic Return Receipt

102595-00-M-0952

U.S. Postal Service
CERTIFIED MAIL RECEIPT
(Domestic Mail Only; No Insurance Coverage)

WFC/U-P
S.D. Postage \$.60
Certified Fee 2.30
Return Receipt Fee (Endorsement Required) 1.75
Restricted Delivery Fee (Endorsement Required)
Total Postage & Fees \$ 4.65

Sent To Harvey E. Yates Company
Post Office Box 1933
Roswell, New Mexico 88202
Street, Apt. No. or PO Box No.
City, State, ZIP+4

PS Form 3800, July 1999

A. Received by (Please Print Clearly) B. Date of Delivery 8-15-02

C. Signature X Harvey E. Yates

☒ Agent ☒ Addressee

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☒ No

3. Service Type

☒ Certified Mail ☐ Express Mail

☐ Registered ☒ Return Receipt for Merchandise

☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

U.S. Postal Service
CERTIFIED MAIL RECEIPT
(Domestic Mail Only: No Insurance Coverage)

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) John Lee B. Date of Delivery _____
C. Signature John Lee ☐ Agent ☐ Addressee
☒ Is delivery address different from item 1? ☐ Yes
If YES, enter delivery address below: ☐ No

1. Article Addressed to:

Prairie Sun Inc.
Post Office Box 8280
Roswell, New Mexico 88201

3. Service Type
☒ Certified Mail ☐ Express Mail
☐ Registered ☒ Return Receipt for Merchandise
☐ Insured Mail ☐ C.O.D.
4. Restricted Delivery? (Extra Fee) ☐ Yes

2. Article Number (Copy from se

7001 1140 0002 5600 4434

PS Form 3811, July 1999

Domestic Return Receipt

102595-00-M-0952

WPC/V-F
S.D. Postage \$ 1.60
Certified Fee 2.30
Return Receipt Fee (Endorsement Required) 1.75
Restricted Delivery Fee (Endorsement Required) 4.65
Total Postage & Fees

Sent To
Prairie Sun Inc.
Post Office Box 8280
Roswell, New Mexico 88201
Street, Apt. No. or PO Box No.
City, State, ZIP+

PS Form 3800, January 2001

U.S. Postal Service
CERTIFIED MAIL RECEIPT
(Domestic Mail Only: No Insurance Coverage Provided)

WPC/V-F
S.D. Postage \$ 1.60
Certified Fee 2.30
Return Receipt Fee (Endorsement Required) 1.75
Restricted Delivery Fee (Endorsement Required) 4.65
Total Postage & Fees

Sent To
Texaco Exploration and
Production Inc.
Post Office Box 3109
Midland, Texas 79702
Street, Apt. No.; or PO Box No.
City, State, ZIP+ 4

PS Form 3800, Jan.