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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

APPLICATION OF BTA OIL PRODUCERS, LLC FOR A NON-STANDARD OIL SPACING AND PRORATION UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case No. 16024

APPLICATION OF MARATHON OIL PERMIAN LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case No. 16076

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Lynn Charuk as required by the Oil Conservation Division.

APPEARANCES

APPLICANTS

BTA Oil Producers, LLC

Marathon Oil Permian LLC

OTHER PARTY Lynn Charuk APPLICANT'S ATTORNEY

Michael Feldewert

JenniferBradfute

OTHERPARTY'S ATTORNEY

James Bruce P.O. Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043 jamesbruc@aol.com

STATEMENT OF THE CASES

<u>APPLICANTS</u>

Case No. 16024: BTA Oil Producers, LLC seeks an order approving a 480-acre non-standard gas spacing and proration unit (project area) in the Wolfcamp formation comprised of the W/2 of

Section 29 and the NW/4 of Section 32, Township 23 South, Range 28 East, NMPM, and pooling all interests in the non-standard unit.

Case No. 16076: Marathon Oil Permian LLC seeks and order pooling all interests in the Wolfcamp formation underlying the W/2 of Section 29, Township 23 South, Range 28 East, NMPM

OTHER PARTY

Lynn Charuk is an overriding royalty interest owner in the proposed well units. He supports the application of BTA Oil Producers, LLC, and will present testimony regarding his position.

PROPOSED EVIDENCE

APPLICANTS

WITNESSES

EST. TIME

EXHIBITS

OTHER PARTY

WITNESSES

EST. TIME

EXHIBITS

Lynn Charuk

15 min.

Approx. 4

PROCEDURAL MATTERS

These matters were previously heard, so the presentation should be relatively short.

Respectfully submitted,

James Bruce

Post Office Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attorney for Lynn Charuk

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record this day of May, 2018 by e-mail:

Michael Feldewert <u>mfeldewert@hollandhart.com</u>

Jennifer Bradfute jlb@modrall.com

ames Bruce