

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

**APPLICATION OF BTA OIL PRODUCERS, LLC
FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.**

CASE NOS. 22811 & 22812

PRE-HEARING STATEMENT

BTA Oil Producers, LLC (“Applicant”) submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

BTA Oil Producers, LLC

ATTORNEYS

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INTERESTED PARTIES

None.

ATTORNEYS

STATEMENT OF THE CASE

In **Case No. 22811**, Applicant applies for an order pooling all uncommitted interests in the Pennsylvanian Shale Formation underlying a 240-acre, more or less, standard horizontal spacing unit comprised of the E/2 W/2 of Section 18 and the E/2 NW/4 of Section 19, Township 17 South, Range 36 East, Lea County, New Mexico. The unit will be dedicated to the **Bluebell 22115 19-18 State Com #1H** well to be horizontally drilled from a surface hole location in the NE/4 SW/4 (Unit K) of Section 19 to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 18.

In **Case No. 22812**, Applicant applies for an order pooling all uncommitted interests in the Pennsylvanian Shale Formation underlying a 223.81-acre, more or less, standard horizontal spacing unit comprised of Lots 1, 2, 3 and 4 (W/2 W/2 equivalent) of irregular Section 18 and Lots 1 and 2 (W/2 NW/4 equivalent) of irregular Section 19, Township 17 South, Range 36 East, Lea County, New Mexico. The unit will be dedicated to the **Bluebell 22115 19-18 State Com #2H** well to be horizontally drilled from a surface hole location in the NE/4 SW/4 (Unit K) of Section 19 to a bottom hole location in Lot 1 (NW/4 NW/4 equivalent) of irregular Section 18.

Also to be considered will be the cost of drilling and completing the wells and the allocation of the cost, 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 8 miles south of Lovington, New Mexico.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Rex Barker	Landman	Affidavit	Approx. 5
David Childers	Geologist	Affidavit	Approx. 4

PROCEDURAL MATTERS

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

Respectfully submitted,

HINKLE SHANOR, LLP

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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
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QUESTIONS

Action 110644

QUESTIONS

Operator: BTA OIL PRODUCERS, LLC 104 S Pecos Midland, TX 79701	OGRID: 260297
	Action Number: 110644
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony	
<i>Please assist us by provide the following information about your testimony.</i>	
Number of witnesses	2
Testimony time (in minutes)	9