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 NO. 24854

PRE-HEARING STATEMENT

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

APPLICANT ATTORNEYS

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INTERESTED PARTY

ATTORNEY

None.

STATEMENT OF THE CASE

BTA applies for an order pooling all uncommitted interests in the Pennsylvanian Shale formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the W/2 SE/4 of Section 19, the W/2 E/2 of Section 30 and the W/2 NE/4 of Section 31, Township 17 South, Range 36 East, Lea County, New Mexico ("Unit"). BTA seeks to dedicate the Unit to the Manila 8408 19-30-31 State Com 4H well ("Well"), to be drilled from a surface hole location in

the NW/4 SE/4 (Unit J) of Section 19 to a bottom hole location in the SW/4 NE/4 (Unit G) of Section 31.

The completed interval of the well will be orthodox. Also to be considered will be the cost of drilling and completing the well and the allocation of the costs, the designation of Applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well.

The Well is located approximately 8 miles south of Lovington, New Mexico.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits	
Rex D. Barker	Landman	Affidavit	Approx. 5	_
Jonathan Truong	Geologist	Affidavit	Approx. 5	

PROCEDURAL MATTERS

Applicant will present this case by affidavit if there is no opposition to its application.

Respectfully submitted,

HINKLE SHANOR LLP

/s/ Dana S. Hardy

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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 389235

QUESTIONS

Operator:	OGRID:
BTA OIL PRODUCERS, LLC	260297
104 S Pecos	Action Number:
Midland, TX 79701	389235
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony			
Please assist us by provide the following information about your testimony.			
Number of witnesses	Not answered.		
Testimony time (in minutes)	Not answered.		