

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

2017 FEB 15

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

**APPLICATION OF BLACK MOUNTAIN OPERATING LLC  
FOR A NON-STANDARD OIL SPACING AND PRORATION  
UNIT AND COMPULSORY POOLING, LEA COUNTY,  
NEW MEXICO.**

**Case No. 15,655**

**APPLICATION OF BLACK MOUNTAIN OPERATING LLC  
FOR A NON-STANDARD OIL SPACING AND PRORATION  
UNIT AND COMPULSORY POOLING, LEA COUNTY,  
NEW MEXICO.**

**Case No. 15,656**

**PRE-HEARING STATEMENT**

This pre-hearing statement is submitted by BTA Oil Producers, LLC as required by the Oil Conservation Division.

**APPEARANCES**

**APPLICANT**

Black Mountain Operating LLC

**APPLICANT'S ATTORNEY**

J. Scott Hall  
Seth McMillan

**OPPONENT**

BTA Oil Producers, LLC  
104 South Pecos  
Midland, Texas 79701

**OPPONENT'S ATTORNEY**

James Bruce  
P.O. Box 1056  
Santa Fe, New Mexico 87504  
(505) 982-2043

Attention: Kent Christensen  
(432) 682-3753

GMT Exploration Company LLC

James Bruce

## STATEMENT OF THE CASE

### APPLICANT

Case No. 15655: Black Mountain Operating LLC seeks an order approving a 240-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the W/2SW/4 of Section 35, Township 21 South, Range 34 East, NMPM and the W/2W/2 of Section 2, Township 22 South, Range 34 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the non-standard unit (project area).

Case No. 15656: Black Mountain Operating LLC seeks an order approving a 240-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the E/2SW/4 of Section 35, Township 21 South, Range 34 East, NMPM and the E/2W/2 of Section 2, Township 22 South, Range 34 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the non-standard unit (project area).

### OPPONENT

BTA Oil Producers, LLC, an interest owner in this area, opposes the granting of the above applications.

## PROPOSED EVIDENCE

### APPLICANT

#### WITNESSES

#### EST. TIME

#### EXHIBITS

### OPPONENT

#### WITNESSES

#### EST. TIME

#### EXHIBITS

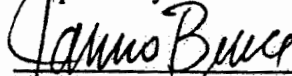
Kent Christensen  
(landman)

15 min.

Approx. 2

## PROCEDURAL MATTERS

Respectfully submitted,



James Bruce  
Post Office Box 1056  
Santa Fe, New Mexico 87504  
(505) 982-2043

Attorney for BTA Oil Producers, LLC