

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

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

Case Nos. 20914 and 20915

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

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

APPLICANT'S ATTORNEY

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

Attention: Willis Price
(432) 682-3753

OPPONENT

OPPONENT

STATEMENT OF THE CASE

APPLICANT

Case 20914: BTA Oil Producers, LLC seeks an order pooling of all mineral interests in the Bone Spring formation underlying a horizontal spacing unit comprised of the W/2SW/4 of Section 2 and the W/2W/2 of Section 11, Township 23 South, Range 34 East, N.M.P.M. The unit will be dedicated to the South Ridge 8030 State Com. Well No. 1H, with a first take point in the NW/4SW/4 of Section 2 and a last take point in the SW/4SW/4 of Section 11.

Case 20915: BTA Oil Producers, LLC seeks an order pooling of all mineral interests in the Bone Spring formation underlying a horizontal spacing unit comprised of the E/2SW/4 of Section 2 and the E/2W/2 of Section 11, Township 23 South, Range 34 East, N.M.P.M. The unit will be dedicated to the South Ridge 8030 State Com. Well No. 2H, with a first take point in the NE/4SW/4 of Section 2 and a last take point in the SE/4SW/4 of Section 11.

Also to be considered will be the cost of drilling and completing the wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells, and a 200% charge for the risk involved in drilling and completing the wells.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

| <u>WITNESSES</u> | <u>EST. TIME</u> | <u>EXHIBITS</u> |
|------------------------------|------------------|-----------------|
| Rex Barker (landman) | 20 min. | Approx. 6 |
| Darin Dolezal (geologist) | 15 min. | Approx. 6 |

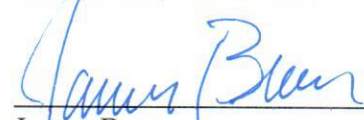
OPPONENT

| <u>WITNESSES</u> | <u>EST. TIME</u> | <u>EXHIBITS</u> |
|------------------|------------------|-----------------|
|------------------|------------------|-----------------|

PROCEDURAL MATTERS

If the cases are unopposed applicant will present the cases by affidavit.

Respectfully submitted,



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

Attorney for BTA Oil Producers, LLC