

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Ken McQueen
Cabinet Secretary

Matthias Sayer
Deputy Cabinet Secretary

Heather Riley, Division Director
Oil Conservation Division



February 15, 2018

BTA Oil Producers, LLC
104 S. Pecos
Midland TX 79707

Re: Disposal Permit R-8410 Case No. 9077
Buckeye B 8601 JV-P Well #2, API 30-025-29551
(G), Sec 36, T17S, R35E, NMPM, Lea County, New Mexico

Gentlemen:

The disposal permit referenced above has expired. You were notified of this action by NMOCD Letter of Violation dated July 30, 2015 and again by letter dated July 15, 2016.

Pursuant to Division Rule 19.15.7.24 NMAC, disposal volumes must be reported on or before the 15th day of the second month following the month of disposal on OCD Form C-115 (Monthly Production Report). Our records indicate the last date of disposal into this well was January, 1999. Non-reporting of disposal to the Division is considered as "non-injection" for purposes of triggering automatic termination of the authority to use the well for disposal. Failure to report disposal is a violation of OCD Rules and the Oil and Gas Act, NMSA 1978, and could be punishable by a fine of not more than one thousand dollars (\$1,000) per day for each violation.

As operator of this well, and because no action has been taken to bring the well back into compliance subsequent to notification, you are hereby required to submit Form C-103 (sundry notice) of Intent to Plug and Abandon this wellbore and begin plugging operations within ninety (90) days from date of this letter to avoid further action by NMOCD.

If you have any questions, contact myself or Daniel Sanchez in our Santa Fe office (505) 476-3493.

Sincerely,

Maxey G. Brown
District I AO/II
Hobbs, NM 88240
575-393-6161 ext. 102

EMNRD
OIL CONSERVATION DIVISION
1625 N FRENCH DRIVE
HOBBS NM 88240



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DATED MATERIAL