District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 State of New Mexico Energy Minerals and Natural Resources

> Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-129 Revised May 13, 2020

Submit one copy to appropriate District Office

NFO Permit No. ____

(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12

(See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC)

A. Applicant BTA OIL PRODUCERS, LLC,

whose address is 104 S. PECOS; MIDLAND, TX. 79701,

hereby requests an exception to Rule 19.15.18.12 for 90 days or until

JULY 16, Yr 2021, for the following described tank battery (or LACT):

Name of Lease SOUTH RIDGE 8030 STATE Name of Pool OJO CHISO; BONE SPRING SOUTH

Location of Battery: Unit Letter E Section 11 Township 23S Range 34E

Number of wells producing into battery: THREE

B. Based upon oil production of 2,206.06 barrels per day, the estimated * volume

of gas to be flared is 300 MCF/D. These wells flare zero most days. There is no price to use for the value on lost gas per day.

C. Name and location of nearest gas gathering facility:

D. Distance _____Estimated cost of connection _____

E. This exception is requested for the following reasons: BTA OIL PRODUCERS, LLC Respectfully requests the ability to flare casinghead gas. This well is connected to a sales line and the casinghead gas produced from this well will be sold. We have maximized beneficial use of produced gas on this lease. In order for the well to continue to produce oil, the gas must be occasionally flared due to pipeline capacity constraints. The higher market price of oil compared to gas is our justifiable economic reason to continue producing oil when produced gas cannot be transported and/or sold.

OPERATOR	OIL CONSERVATION DIVISION			
I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.	Approved Until April 17 - July 16, 2021 (90 days)			
Si Zata Paddall	Kurt Simmons			
Signature Katy Reddell	By			
Printed Name	NMOCD South Fo			
& Title	Title <u>NMOCD</u> , Santa Fe			
KATY REDDELL; REGULATORY ANALYST				
	Date04/28/2021			
E-mail Address kreddell@btaoil.com				
Date 4/16/2021 Telephone No. 432-682-3753				

^k Gas-Oil ratio test may be required to verify estimated gas volume.

District I 1625 N. French Dr., Hobbs, NM 88240

District II

District IV

Phone:(575) 393-6161 Fax:(575) 393-0720

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

District III 1000 Rio Brazos Rd., Aztec, NM 87410 CONDITIONS

Action 24321

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS OF APPROVAL

Operator:				OGRID:	Action Number:	Action Type:
BTA OIL PRODUCERS, LLC	104 S Pecos	Midland, TX79701		260297	24321	C-129
OCD Reviewer			Conditio	on		
ksimmons			None			