

District I
1625 N French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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

RECEIVED

SEP 17 2010

HOBBSOCD

Form C-141
Revised March 17, 1999
Submit 2 Copies to appropriate District Office in accordance with Rule 116 on back side of form

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

Name of Company	BTA Oil Producers LLC	Contact	Skip Baca or Pam Inskeep
Address	104 S. Pecos, Midland, TX 79701	Telephone No.	(432) 682-3753
Facility Name	Hartley, 8609 JV-P	Facility Type	Well

Surface Owner	Loretta Lowe	Mineral Owner	Lowe et al	Lease No.	
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LOCATION OF RELEASE API # 30-025-29800-00-00

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
I	26	13S	37E	1650	South	330	East	Lea

NATURE OF RELEASE

Type of Release	Produced Water	Volume of Release	120 bbls	Volume Recovered	10 bbls
Source of Release	Lightning Strike	Date and Hour of Occurrence	evening CDT, 09/15/2010	Date and Hour of Discovery	8 am CDT, 9/16/2010
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Geoffrey Leking, Hobbs		
By Whom?	Clay Tipton, Field Supervisor	Date and Hour	8:30 am CDT 9/16/2010		
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.			

If a Watercourse was Impacted, Describe Fully.*
N/A

Describe Cause of Problem and Remedial Action Taken.* A field employee of another company passed by our location and saw damage to the water tank. He immediately called our contract pumper, Refugio Porras, who was making his rounds but had not arrived at this location yet. Our pumper immediately called his Field Supervisor, Clay Tipton, and headed for the location. Clay called BTA's office and the OCD, Hobbs, Geoffrey Leking, NMOCD Investigator, and also headed for the location. Upon arriving at the location, the pumper found that lightning had stuck the 500 bbl metal water tank and blown the top and sides off of the tank base. The top of the tank was approximately 100 ft from the tank pad. The contents of the tank had released onto the location. All product remained on the location site. A vacuum truck was dispatched to recover all produced water possible. BTA's Environmental Coordinator will assess the site and determine any further remediation activities. The destroyed tank will be removed from the site and replaced with another.

Describe Area Affected and Cleanup Action Taken.*
See above explanation

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

Signature:	<i>Pam Inskeep</i>	OIL CONSERVATION DIVISION	
Printed Name:	Pam Inskeep	Approved by:	<i>Geoffrey Leking</i> District Supervisor
Title:	Regulatory Administrator	Approval Date:	09/20/10
Date:	09/16/2010	Expiration Date:	11/22/10
Phone:	(432) 682-3753	Conditions of Approval:	DELIVERATE TO

CLEANUP, SUBMIT FINAL C-141 BY 11/22/10 IRP-10-9-2611