

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

Form C-141
Revised March 17, 1999

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

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

30-015-26406

Release Notification and Corrective Action

NMLB 1101152629

OPERATOR

Initial Report Final Report

| | | | |
|-----------------|---------------------------------|---------------|----------------|
| Name of Company | BTA Oil Producers LLC | Contact | Pam Inskeep |
| Address | 104 S. Pecos, Midland, TX 79701 | Telephone No. | (432) 682-3753 |
| Facility Name | Pardue -D-, 8808 JV-P #2 | Facility Type | Well |

| | | | | | |
|---------------|--------------------------|---------------|--------------------------|-----------|--|
| Surface Owner | Antonio & Gloria Onsurez | Mineral Owner | Antonio & Gloria Onsurez | Lease No. | |
|---------------|--------------------------|---------------|--------------------------|-----------|--|

LOCATION OF RELEASE

| | | | | | | | | |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| D | 11 | 23S | 28E | 990 | North | 660 | West | Eddy |

NATURE OF RELEASE

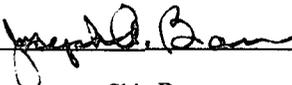
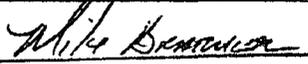
| | | | | |
|-----------------------------|---|---|----------------------------|------------|
| Type of Release | Minor, produced fluid | Volume of Release est 0-20 bbls | Volume Recovered | 0 bbls |
| Source of Release | unknown | Date and Hour of Occurrence | Date and Hour of Discovery | 03/29/2006 |
| Was Immediate Notice Given? | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? | --- | |
| By Whom? | --- | Date and Hour | --- | |
| 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.*
See attached remediation and closure report

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:  | OIL CONSERVATION DIVISION | | |
| Printed Name: Skip Baca | Signed By  Approved by District Supervisor: | | |
| Title: Environmental Coordinator | Approval Date: 5/6/2011 | Expiration Date: N/A | |
| Date: 04/13/2011 Phone: (432) 682-3753 | Conditions of Approval: N/A Final Report | Attached <input type="checkbox"/> | |

* Attach Additional Sheets If Necessary

2PA-543