

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-101  
May 27, 2004

RECEIVED  
SEP 04 2009  
HOBBSOCD

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

Submit to appropriate District Office

☐ AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

<sup>1</sup> Operator Name and Address BTA Oil Producers, LLC 104 S Pecos Midland, TX 79701		<sup>2</sup> OGRID Number 260297
<sup>3</sup> Property Code 305264		<sup>3</sup> API Number 30 - 025-29692
<sup>5</sup> Property Name Midway, 8408 JV-P		<sup>6</sup> Well No 003
<sup>9</sup> Proposed Pool 1 Spencer Midway, San Andres 46336-57910		<sup>10</sup> Proposed Pool 2

<sup>7</sup> Surface Location

UL or lot no 1	Section 13	Township 17S	Range 36E	Lot Idn	Feet from the 2310	North/South line S	Feet from the 990	East/West line E	County Lea
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<sup>8</sup> Proposed Bottom Hole Location If Different From Surface

UL or lot no	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
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Additional Well Information

<sup>11</sup> Work Type Code P	<sup>12</sup> Well Type Code Oil	<sup>13</sup> Cable/Rotary	<sup>14</sup> Lease Type Code S	<sup>15</sup> Ground Level Elevation 3811'
<sup>16</sup> Multiple N	<sup>17</sup> Proposed Depth 9582'	<sup>18</sup> Formation Bone Spring	<sup>19</sup> Contractor	<sup>20</sup> Spud Date ASAP
Depth to Groundwater		Distance from nearest fresh water well >1000'		Distance from nearest surface water >1000'
<sup>Pit</sup> Liner Synthetic <input type="checkbox"/> _____ mils thick Clay <input type="checkbox"/> Pit Volume: _____ bbls Drilling Method: Closed-Loop System <input checked="" type="checkbox"/> Fresh Water <input checked="" type="checkbox"/> Brine <input type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <input type="checkbox"/>				

<sup>21</sup> Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
17-1/2"	13-3/8"	54.5	397'	450	Surf
11"	8-5/8"	24&32	4400'	2100	Surf
7-7/8"	5-1/2"	17	9582'	1500	Surf

<sup>22</sup> Describe the proposed program If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone Describe the blowout prevention program, if any Use additional sheets if necessary

See Attached Procedure

Permit Expires 2 Years From Approval  
Date Unless Drilling Underway  
Plugback

<sup>23</sup> I hereby certify that the information given above is true and complete to the best of my knowledge and belief I further certify that the drilling pit will be constructed according to NMOCD guidelines ☐, a general permit ☐, or an (attached) alternative OCD-approved plan ☐.

Signature Pam Inskeep

Printed name Pam Inskeep

Title Regulatory Administrator

E-mail Address pinskeep@btaoil.com

Date 08/24/09

Phone 432-682-3753

OIL CONSERVATION DIVISION

Approved by:

PETROLEUM ENGINEER

Approval Date

SEP 10 2009

Expiration Date:

Conditions of Approval Attached ☐

BTA Oil Producers  
8408 JV-P Midway #3  
Plug Back and Test San Andres  
Midway (San Andres) Field  
Lea County, New Mexico

<u>Well Data:</u>	TD 9582' BP 9364'	<u>Elevations:</u>	3825' KB 3811' GL 14' Diff
Casing:	Surface: 13-3/8" 54.5# CSA 397' w/ 450 Sx (Circ'd) Intermidate: 8 5/8" 24 & 32# K-55 CSA 4400' w/ 2100 Sx (Cmt circ) Production: 5 1/2" 17# K-55 & N-80 CSA 9582' w/ 1500 Sx (Cmt circ)		
Tubing:	2-7/8" 6.5# EUE 8rd		
Perfs:	Abo Perfs 8981 – 8990' & 9018 – 9028'		

Procedure:

- 1) Move in and rig up pulling unit.
- 2) Unseat pump. Pull out of hole with rods and pump. LD fiberglass rods.
- 3) ND wellhead. NU BOP.
- 4) Hot water tubing to remove and paraffin.
- 5) Release TAC and pull out of hole with tubing.
- 6) Pick up CIBP for 5-1/2" 17# casing and run in hole on tubing.
- 7) Set CIBP at 8900'.
- 8) Load hole with 9.3 ppg gelled water. Pressure test CIBP and casing to 500 psi.
- 9) Spot a 40 foot cement plug on top of CIBP.
- 10) Raise end of tubing to 6580'.
- 11) Spot a 25 sx cement plug from 6580 to 6327'.
- 12) Raise end of tubing to 5324'.
- 13) Circulate hole with 2% KCl water.
- 14) Spot 200 gallons 10% Acetic acid at 5324'.
- 15) Pull out of hole with tubing.
- 16) Rig up Perforating truck. Correlate to Gearhart Compensated Density Compensated Neutron Log dated 6/16/86. Perforate with 3-1/8" hollow carrier casing gun with premium charges at 5320 – 5324' with 2 JSPF.
- 17) RIH with tubing and packer. Set packer at +/- 5110'
- 18) Breakdown perfs with pressure and displace acid.
- 19) Swab to evaluate. Depending on results an acid breakdown will be done.
- 20) Acidize with 1000 gallons 15% HCl acid containing 10 (7/8" 1.3 S.G.) ball sealers. Pump at 4-5 BPM. Maximum pressure 4000 psi with 1000 psi on backside.
- 21) Swab test to evaluate. If interval is productive, a RBP will be set as in step 22, then go to step 23. If interval is nonproductive go to step 21
- 22) Pull out of hole with tubing and packer.
- 23) Pick up CIBP for 5-1/2" 17# casing on tubing and run in hole. Set CIBP at +/- 5280'.
- 24) Load hole with 2% KCl water.
- 25) Spot 200 gallons 10% Acetic acid at 4965'.
- 26) Pull out of hole with tubing.
- 27) Rig up Perforating truck. Correlate to Gearhart Compensated Density Compensated Neutron Log dated 6/16/86. Perforate with 3-1/8" hollow carrier casing gun with premium charges at 4955 – 4965' with 2 JSPF.
- 28) RIH with tubing and packer. Set packer at +/- 4760'.
- 29) Breakdown perfs with pressure and displace acid
- 30) Swab to evaluate. Depending on results an acid breakdown will be done.
- 31) Acidize with 1500 gallons 15% HCl acid containing 20 (7/8" 1.3 S.G.) ball sealers. Pump at 4-5 BPM. Maximum pressure 4000 psi with 1000 psi on backside.
- 32) Swab test to evaluate.
- 33) Depending on results additional program will follow.

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State of New Mexico

Energy, Minerals & Natural Resources Department

WELL CONSERVATION DIVISION

1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-102

Revised October 12, 2005

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number 30-025-29692	<sup>2</sup> Pool Code 57510-16330	<sup>3</sup> Pool Name Spencer Midway; San Andres
<sup>4</sup> Property Code 305264	<sup>5</sup> Property Name Midway, 8408 JV-P	<sup>6</sup> Well Number 3
<sup>7</sup> OGRID No. 260297	<sup>8</sup> Operator Name BTA Oil Producers LLC	<sup>9</sup> Elevation 3811'

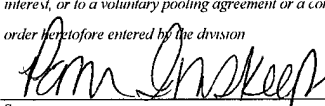
<sup>10</sup> Surface Location

UL or lot no. I	Section 13	Township 17S	Range 36E	Lot Idn	Feet from the 2310	North/South line S	Feet from the 990	East/West line E	County Lea
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<sup>11</sup> Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
<sup>12</sup> Dedicated Acres 40 ✓	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.						

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

				<sup>17</sup> <b>OPERATOR CERTIFICATION</b> <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division</i>  08/24/2009 Signature Date Pam Inskip, Regulatory Administrator Printed Name
				<sup>18</sup> <b>SURVEYOR CERTIFICATION</b> <i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i> 05/20/1986 Date of Survey Signature and Seal of Professional Surveyor  Max A. Schumann, Jr. 1510 Certificate Number