

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Tony Delfin
Acting Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



September 27, 2016

Ms. Kayla McConnell
BTA Oil Producers, LLC
104 South Pecos Street
Midland, TX. 79701-5021

RE: Cancellation of Authority - Administrative Order CA-2
Authority: Administrative Order SWD-1571-A; Injection Authority under
19.15.26.8E. NMAC
7811 JV-P Vaca Draw Unit SWD Well No. 1 API 30-025-23895
Unit P, Sec 21, T25S, R33E, NMPM, Lea County, New Mexico

Ms. McConnell:

Reference is made to your request on behalf of BTA Oil Producers, LLC (OGRID 260297; "BTA") received by the Division on September 27, 2016, for the above named well. BTA has requested the cancellation of Administrative Order SWD-1571-A approved on May 25, 2016.

It is our understanding that BTA has requested cancellation of the order after negotiation with Mesquite SWD, Inc. for the opportunity to become the potential operator of this well for commercial disposal of produced water. The Division finds that granting this request is in the interest of conservation and will prevent waste and protect the environment. Therefore, the authority issued to BTA under Administrative Order SWD-1575-A is cancelled.

Sincerely,

A handwritten signature in cursive script that reads "David R. Catanach".

David R. Catanach
Director

DRC/mam

cc: Oil Conservation Division – Hobs Office
Administrative Order SWD-1575-A
Well File API 30-025-23895
Bureau of Land Management – Carlsbad



BTA OIL PRODUCERS, LLC

104 SOUTH PECOS STREET
MIDLAND, TEXAS 79701-5021
432-682-3753
FAX 432-683-0311

CARLTON BEAL, JR.
BARRY BEAL
SPENCER BEAL
KELLY BEAL
BARRY BEAL, JR.
STUART BEAL
ROBERT DAVENPORT, JR.

GULF COAST DISTRICT
TOTAL PLAZA
1201 LOUISIANA STREET, STE. 570
HOUSTON, TEXAS 77002
713-658-0077 FAX 713-655-0346

ROCKY MOUNTAIN DISTRICT
600 17TH STREET, STE. 2230 SOUTH
DENVER, COLORADO 80202
303-534-4404 FAX 303-534-4661

September 27, 2016

RE: Withdrawal of Application for Injection –
Administrative Order SWD 1571-A
7811 JV-P Vaca Draw Unit SWD #1
BTA Oil Producers, LLC
Conversion from P&A to Salt Water Disposal (SWD)
Sec 21, T25S-R33E
Lea County, New Mexico

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

Attn: Michael McMillan

Mr. McMillan,

BTA Oil Producers LLC has, this date, withdrawn our application for Authorization to Inject at the above referenced location.

Should further information be required, please advise.

Sincerely,

A handwritten signature in black ink that reads 'Kayla McConnell'.

Kayla McConnell
For BTA Oil Producers LLC