

BLM CARLSBAD FIELD OFFICE
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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TG
12-4-10

FORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

1. Type of Well
☐ Oil Well ☐ Gas Well ☒ Other P&A

2. Name of Operator BTA Oil Producers LLC

3a. Address
104 S. Pecos, Midland, TX 79701

3b. Phone No. (include area code)
432-682-3753

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

UL -K-, Sec. 18, T26S-R27E
1980' FSL & 1980' FWL

5. Lease Serial No.

NMNM 114969

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.

Owl Draw Unit, 20504 JV-P #1 SWD

9. API Well No.

30-015-10730

10. Field and Pool, or Exploratory Area
Wildcat

11. County or Parish, State

Eddy Co., NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

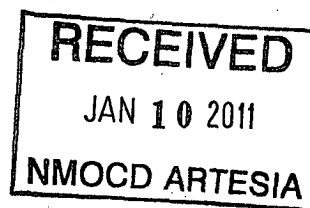
TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat.	<input checked="" type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

BTA completed surface reclamation as follows:

11/18/2010 The pit site was overlaid with clean soil from a nearby source. A seed mixture designed by the BLM was broadcast as per the BLM instructions. The seed was pressed into the soil using mechanical methods. A D-5 Caterpillar dozer was utilized to press the seed into the soil. The D-5 was run perpendicular to the slope of the topography, to keep the soil from eroding and to keep the seed in place during times of precipitation. Ms. Terry Gregston, BLM Carlsbad, was notified of project completion.

Reclamation
inspected 12/14/10 -
Site is in good condition
will be monitored
until revegetated
T.G.



14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Pam Inskeep

Title Regulatory Administrator

Signature

Pam Inskeep

Date

11/19/2010

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title

Date

JAN 6 2011

Office

BUREAU OF LAND MANAGEMENT

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

Accepted for record
NMOC D

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New Mexico Energy, Minerals and Natural Resources Department

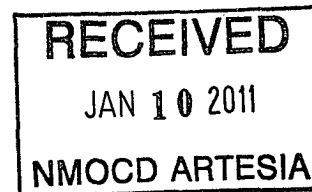
Susana Martinez
Governor

Bill Brancard
Acting Cabinet Secretary

Daniel Sanchez
Acting Division Director
Oil Conservation Division



January 4, 2011



Pamela Inskeep
BTA Oil Producers, LLC
104 South Pecos
Midland, Texas 79701

Re: Case 14559—In the matter of the application of BTA Oil Producers, LLC for approval of a salt water disposal well, Eddy County, New Mexico

Dear Ms. Inskeep:

Thank you for your letter dated November 29, 2010, reporting completion of the requirements of Order No. R-13336 and asking for written confirmation of such completion. Since receiving the letter on December 7, 2010, I have been busy verifying the contents of the letter and BTA Oil Producers, LLC's (BTA's) completion of the requirements of Order No. R-13336 (BTA roustabouts were still working on completing the requirements of Order No. R-13336 when the site was last inspected by the Oil Conservation Division (OCD) on December 13, 2010). Unfortunately, I am unable to provide you with the written confirmation that you request because I am unable to verify that BTA has completed the requirements of Order No. R-13336.

Ordering Paragraph No. 2 of Order No. R-13336 states:

(2) The Owl Draw Unit Well No. 1 (API No. 30-015-10730) reclamation issues shall be resolved with the BLM and remediation documentation filed with the Division prior to commencement of injection.

Your letter states that BTA submitted Form 3160-5 (Sundry Notices and Reports on Wells) to the Bureau of Land Management (BLM) for the reclamation of the Owl Draw Unit Well No. 1, and includes a copy of the form that you say was submitted to the BLM on November 19, 2010. Your letter and form, however, do not establish that the reclamation issues for the Owl Draw Unit Well No. 1 have been resolved with the BLM.

Your letter also does not mention the remediation documentation that BTA is required to file with the OCD for the Owl Draw Unit Well No. 1. Your letter does not include copies of such documentation, and I was unable to locate such documentation in the well's file. It appears that BTA has not filed any such documentation.



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I will provide BTA with the written confirmation it requests as soon as BTA has provided me with written verifiable information of its completion of the requirements of Order No. R-13336. Please call me at (505) 476-3493 if you have any questions.

Sincerely,

A handwritten signature in black ink, appearing to read "Dan Sanchez", with a long, sweeping horizontal line extending from the end of the signature.

Daniel Sanchez
OCD Enforcement and Compliance Manager

Cc: Bill Carr, BTA Oil Producers, LLC Legal Counsel
Sonny Swazo, OCD Legal Counsel
Gail MacQuesten, OCD Legal Counsel