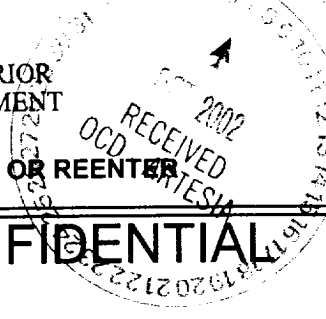


UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

OCD-ARTESIA



CONFIDENTIAL

CISF EC
FORM APPROVED
OMB No. 1004-0136
Expires November 30, 2000

1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. NMLC068721
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name
2. Name of Operator BTA OIL PRODUCERS		7. If Unit or CA Agreement, Name and No.
Contact: PAM INSKEEP E-Mail: Plnskeep@btaoil.com		8. Lease Name and Well No. INDIAN 'A', 9201 JV-P 1
3a. Address 104 S PECOS MIDLAND, TX 79701	3b. Phone No. (include area code) Ph: 915.682.3753 Ext: 139 Fx: 915.683.0325	9. API Well No. 30-015 32465
4. Location of Well (Report location clearly and in accordance with any State requirements.)* At surface NWNE Lot 2 660FNL 1980FEL 32.25360 N Lat, 104.37143 W Lon At proposed prod. zone <u>Loafer Draw; Morrow Sr</u>		10. Field and Pool, or Exploratory UNKNOWN
14. Distance in miles and direction from nearest town or post office* 20 MILES WEST FROM CARLSBAD		11. Sec., T., R., M., or Blk. and Survey or Area Sec 5 T22S R23E Mer NMP
15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 660	16. No. of Acres in Lease	12. County or Parish EDDY
17. Spacing Unit dedicated to this well 357.40	13. State NM	
18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed Depth 9000 MD	20. BLM/BIA Bond No. on file
21. Elevations (Show whether DF, KB, RT, GL, etc.) 4135 GL	22. Approximate date work will start 09/15/2002	23. Estimated duration 45 DAYS

24. Attachments **Carlsbad Confined Water Basin**

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- | | |
|-------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------|
| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the authorized officer. |

25. Signature (Electronic Submission)	Name (Printed/Typed) PAM INSKEEP	Date 09/03/2002
Title AUTHORIZED SIGNATURE		
Approved by (Signature) <u>/s/ Mary J. Rugwell</u>	Name (Printed/Typed) <u>/s/ Mary J. Rugwell</u>	Date OCT 04 2002
Title FOR FIELD MANAGER	Office CARLSBAD FIELD OFFICE	

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

APPROVAL FOR 1 YEAR

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.

Additional Operator Remarks (see next page)

Electronic Submission #13905 verified by the BLM Well Information System
For BTA OIL PRODUCERS, sent to the Carlsbad
Committed to AFMSS for processing by Linda Askwig on 10/21/2002

**APPROVAL SUBJECT TO
GENERAL REQUIREMENTS AND
SPECIAL STIPULATIONS
ATTACHED**

**** REVISED ** REVISED ** REVISED ** REVISED ** REVISED ** REVISED ** REVISED ****