

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

BTA OIL PRODUCERS

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

February 20, 2007

GULF COAST DISTRICT FOUR GREENSPOINT PLAZA 16945 NORTHCHASE DRIVE, STE. 1600 HOUSTON, TEXAS 77060 PH 281:872-5072 FAX 281:877-5054

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

Re:

Owl, 20504 JV-P, No. 5 Section 18, T26S-R27E Eddy County, NM

30-015-35435

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION
DISTRICT I
1625 N. French Drive
Hobbs, NM 88240

Attn: Mr. Bryan Arrant

Gentlemen:

In regards to the New Mexico Oil Conservation Division's request for an H2S Contingency Plan for the proposed 20504 JV-P Owl #5 well, BTA Oil Producers requests relief from submitting this plan.

During completion and testing activities for our 20504 JV-P Owl #1 (UL K, Sec. 18, T26S-R27E), carried out in the summer 2006, no H2S was encountered. BTA currently operates 37 Delaware wells in New Mexico and Texas and has never encountered H2S in the Delaware. Given our experience with the Delaware, we feel an H2S contingency plan is unwarranted.

Respectfully,

Britton McQuien

For BTA Oil Producers