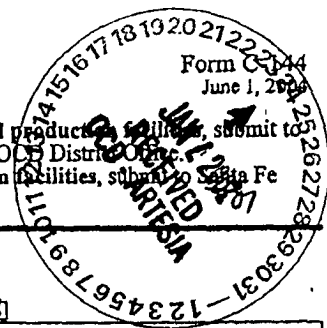


District I  
1025 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy Minerals and Natural Resources  
Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

For drilling and production wells, submit to appropriate NMOCD District Office, Santa Fe office  
For downstream facilities, submit to Santa Fe office



**Pit or Below-Grade Tank Registration or Closure**

Is pit or below-grade tank covered by a "general plan"? Yes  No

Type of action: Registration of a pit or below-grade tank  Closure of a pit or below-grade tank

Operator: BTA Oil Producers Telephone: 432.682.3753 e-mail address: seay.oil@leaco.net  
 Address: 104 S. Pecos Midland Tx 79701  
 Facility or well name: OW 20504 JV-P #1 API #: 30.015.34749 U/L or Qtr/Qtr K Sec 18 T 26 R 27  
 County: Eddy Latitude 32° 02' 26" Longitude 104° 13' 50" NAD: 1927  1983   
 Surface Owner: Federal  State  Private  Indian

<b>Pit</b> Type: Drilling <input checked="" type="checkbox"/> Production <input type="checkbox"/> Disposal <input type="checkbox"/> Workover <input type="checkbox"/> Emergency <input type="checkbox"/> Lined <input checked="" type="checkbox"/> Unlined <input type="checkbox"/> Liner type: Synthetic <input checked="" type="checkbox"/> Thickness <u>20</u> mil Clay <input type="checkbox"/> Pit Volume <u>6000</u> bbl	<b>Below-grade tank</b> Volume: _____ bbl Type of fluid: _____ Construction material: _____ Double-walled, with leak detection? Yes <input type="checkbox"/> If not, explain why not. _____						
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.) <u>20 ft</u>	<table border="1"> <tr><td>Less than 50 feet</td><td>(20 points)</td></tr> <tr><td>50 feet or more, but less than 100 feet</td><td>(10 points)</td></tr> <tr><td>100 feet or more</td><td>(0 points)</td></tr> </table>	Less than 50 feet	(20 points)	50 feet or more, but less than 100 feet	(10 points)	100 feet or more	(0 points)
Less than 50 feet	(20 points)						
50 feet or more, but less than 100 feet	(10 points)						
100 feet or more	(0 points)						
Wellhead protection area: (Less than 200 feet from a private domestic water source, or less than 1000 feet from all other water sources.)	<table border="1"> <tr><td>Yes</td><td>(20 points)</td></tr> <tr><td>No</td><td>(0 points)</td></tr> </table>	Yes	(20 points)	No	(0 points)		
Yes	(20 points)						
No	(0 points)						
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	<table border="1"> <tr><td>Less than 200 feet</td><td>(20 points)</td></tr> <tr><td>200 feet or more, but less than 1000 feet</td><td>(10 points)</td></tr> <tr><td>1000 feet or more</td><td>(0 points)</td></tr> </table>	Less than 200 feet	(20 points)	200 feet or more, but less than 1000 feet	(10 points)	1000 feet or more	(0 points)
Less than 200 feet	(20 points)						
200 feet or more, but less than 1000 feet	(10 points)						
1000 feet or more	(0 points)						
Ranking Score (Total Points) <u>20</u>							

If this is a pit closure: (1) Attach a diagram of the facility showing the pit's relationship to other equipment and tanks. (2) Indicate disposal location: (check the onsite box if you are burying in place) onsite  offsite  If offsite, name of facility \_\_\_\_\_. (3) Attach a general description of remedial action taken including remediation start date and end date. (4) Groundwater encountered: No  Yes  If yes, show depth below ground surface \_\_\_\_\_ ft. and attach sample results. (5) Attach soil sample results and a diagram of sample locations and excavations.

Additional Comments: As per BLM all cuttings to be hauled and disposed offsite. BTA plans to excavate and haul contents of drilling pit to a OCD approved facility. Sample bottom of excavation and backfill, level and seed only after OCD approves. Will notify BLM & OCD before starting and file summary notes after closing. Will begin soon after approval. Final Closure, 6/15/2007

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that the above-described pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit , or an (attached) alternative OCD-approved plan .

Date: 11/17/07  
 Printed Name/Title: Eddie W Seay Agent Signature: Eddie W Seay  
 Your certification and NMOCD approval of this application/closure does not relieve the operator of liability should the contents of the pit or tank contaminate ground water or otherwise endanger public health or the environment. Nor does it relieve the operator of its responsibility for compliance with any other federal, state, or local laws and/or regulations.  
 NOTE: APPROVED ONLY AS TO CLOSURE #16-  
 Approval: Jim W. Green Signature: \_\_\_\_\_ Date: 11/24/07  
 Printed Name/Title: District II Supervisor



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**  
Governor  
**Joanna Prukey**  
Cabinet Secretary

**Mark E. Fesmire, P.E.**  
Director  
Oil Conservation Division

BTA Oil Producers  
104 S. Pecos  
Midland TX 79701

June 11, 2007

Reference: Owl 20504 JV-P 001 K-18-26a-27e 30-015-34749 Eddy County, New Mexico

This correspondence is to confirm items discussed with your contractor, Eddie Seay, concerning the drilling pit closure in progress at the above referenced site. Based on discussions with Mr. Seay, analytical data and photos presented, the NMOCDD is in concurrence that the elevated salt levels remaining in the pit area are likely naturally occurring. The proposal to install a liner and backfill the pit at this point is approved with the following stipulation:

- Like approval by the BLM *BLM approval Paul Evans 6/12/06 0931*

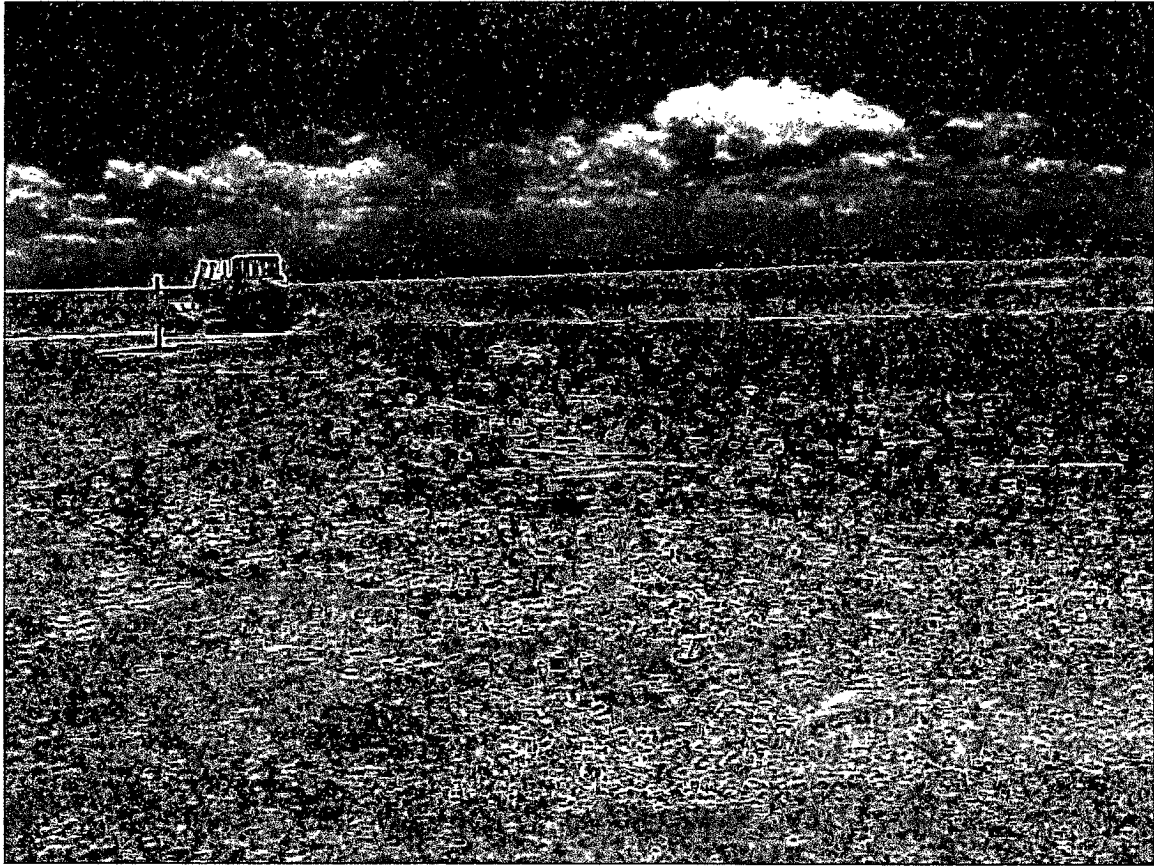
Please be advised that this approval does not relieve BTA Oil Producers of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, this approval does not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.

As indicated in the proposal document, please submit a final report and date pit was closed upon satisfactory completion of project.

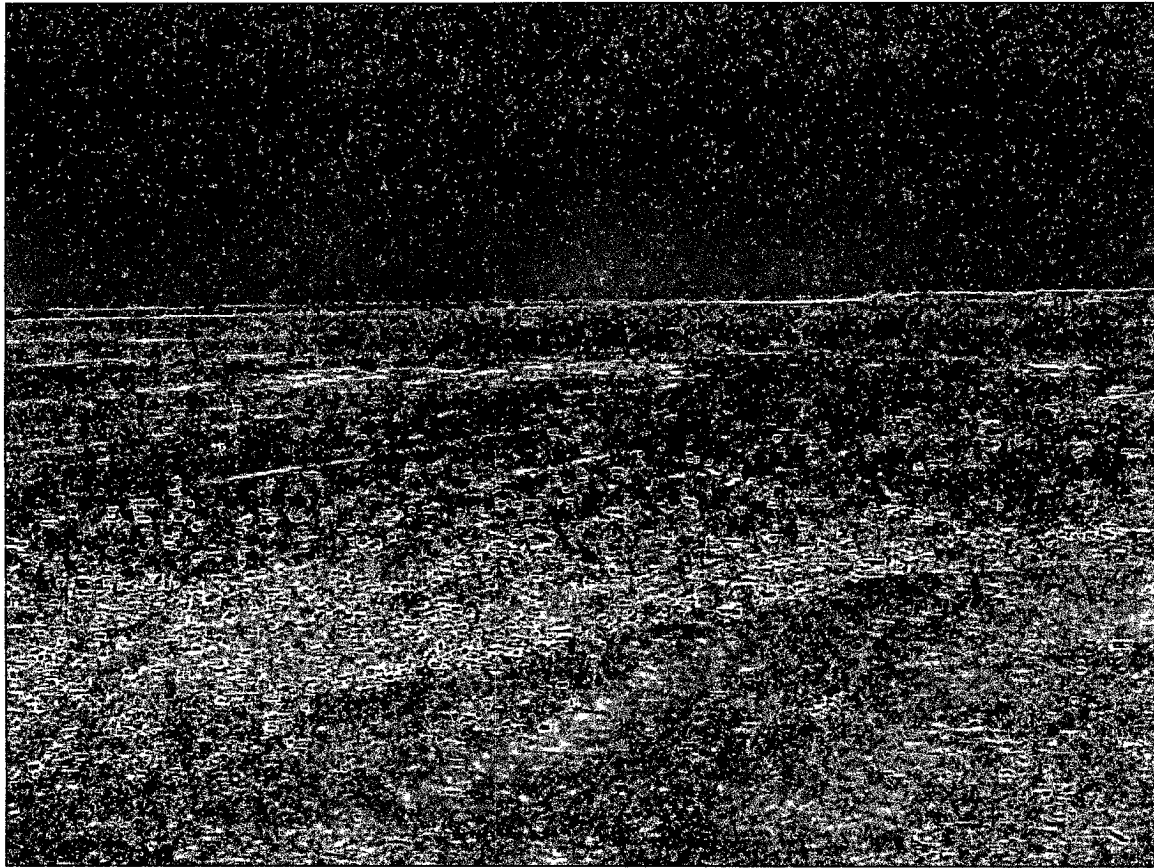
Sincerely,

Mike Bratcher  
NMOCDD District 2  
1301 W. Grand Ave.  
Artesia, NM 88210  
(505) 748-1283 Ext. 108  
(505) 626-0857  
[mike.bratcher@state.nm.us](mailto:mike.bratcher@state.nm.us)

cc: Eddie Seay  
cc: well file







6/20/2007

NMOCD District 2  
ATTN: Mike Bratcher  
1301 W. Grand Ave.  
Artesia, NM 88210

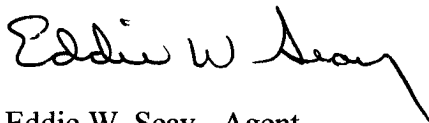
RE: BTA Oil Producers  
Owl JVP 001 API: 30.015.34749  
Drilling Pit Closure

Mr. Bratcher:

BTA has completed the closing of the drilling pit as directed and approved by the OCD and BLM. The area has been contoured, leveled and seeded with #4 seed. Find enclosed copies of photos for final closing. BLM representative, Mr. Paul Evans, was sent copies of all correspondence as well.

If you should have any questions, please feel free to call.

Regards,



Eddie W. Seay - Agent  
505.392.2236  
601 W. Illinois  
Hobbs, NM 88242  
[seay04@leaco.net](mailto:seay04@leaco.net)

cc: BTA  
encl:

11