FORM APPROVED UNITED STATES OMB,No 1004-0135 ry 31, 2004 DEPARTMENT OF THE INTERIOR OCD-HOBBS BUREAU OF LAND MANAGEMENT 5 Lease Serial No. UNDRY NOTICES AND REPORTS ON WELLS NM23768 Bo not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 6. If Indian, Allottee or Tribe Name 7. If Unit or CA/Agreement, Name and/or No SUBMIT IN TRIPLICATE Other instructions 1 Type of Well 8 Well Name and No Oil Well Gas Well Other Maddox Fed B,8016 JV-P No. 2. Name of Operator 9. API Well No. BTA Oil Producers 3b Phone No (include area code) 30-025-30128 3a. Address 10. Field and Pool, or Exploratory Area (432) 682-3753 104 Pecos, Midland, TX 79701 Antelope Ridge, Atoka (Gas) 4 Location of Well (Footage, Sec., T. R., M., or Survey Description) 1980 FNL & 660 FWL SW/NE UL -E-11 County or Parish, State Lea County., NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Production (Start/Resume) Water Shut-Off Deepen ' Acidize Notice of Intent Reclamation Well Integrity Fracture Treat Alter Casing Other off lease movement New Construction Recomplete Casing Repair Subsequent Report Plug and Abandon Temporarily Abandon Change Plans Final Abandonment Notice Plug Back Water Disposal Convert to Injection Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof the proposal is to deepen directionally or recomplete 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 shall be filed within 30 days following completion of the involved operations If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall 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 Oil Producers respectfully requests permission for off-lease movement, after measurement, of hydrocarbons. This is a one-time request. We plan to P&A our Maddox Fed, 8016 JV-P #1(30-025-27824) We have 88 bbls of stock-on-hand that we need to move from the battery. We would like to have this stock moved to the Maddox Fed B, 8016 JV-P, #2 battery. Our intent is to put this volume at a central location in order to make a full load for transporter pick up. The basis of this request is to prevent waste and to be able to take advantage of current market pricing. The load from each lease will be measured accurately by gauging and will be documented at both locations prior to and after transporting. With such accurate record-keeping, we do not anticipate payout complications. We believe that, by moving the measured hydrocarbons to a central point for sale, we are not hurting the value of production. Like request has been submitted to the State (copy attached). SEE ATTACHED FOR SUBJECT TO LIKE CONDITIONS OF APPROVAL APPROVAL BY STATE 14. I hereby certify that the foregoing is true and correct Name (PrintedlTyped) Pam Inskeep Regulatory Administrator 03/02/2009 THIS SPACE FOR FEDERAL OR STATE OFFICE USE

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 Unite States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Printed/Typed)

Title 6/

/s/ JD Whitlock Jr

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.

Approved by (Signature)

Bureau of Land Management

Carlsbad Field Office and Hobbs Field Station 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Conditions of Approval
For Off-Lease Measurement, Sales
and Surface Commingling

Maddox Fed 8016 JV-P #1 and #2 NM26396 and NM23768 3002527824 and 3002530128

- 1. Contact the appropriate BLM office at least 48 hours prior to the scheduled Oil movement/sale. For wells in Eddy County, 575-234-5972; Lea County 575-393-3612.
- 2. Oil is to be Sold in a split load and loaded on the sales truck after measurement at each battery as per Onshore Order #4.
- Oil samples, temperature, BS&W contents, gravity, and gauges will be taken as per Onshore Order #4 prior to any oil movement.
- 4. Subject to like approval by the NMOCD.
- 5. A BLM witness must be present for oil movement and sales.