

MIDLAND PARTNERS
CARLTON BEAL
CARLTON BEAL, JR.
BARRY BEAL
SPENCER BEAL
KELLY BEAL
DENVER PARTNER

BARRY BEAL, JR.

BTA OIL PRODUCERS

104 SOUTH PECOS MIDLAND, TEXAS 79701 AC 915-682-3753 ROCKY MOUNTAIN DIVISION

555-17TH STREET

SUITE 835

DENVER, CO 80202

AC 303-292-9299

April 10, 1991

RE: Application for Unorthodox Location

Gem, 8705 JV-P, Well No. 4

Wildcat, Atoka

510 FSL & 1980' FWL Sec. 2, T20S, R33E Lea County, New Mexico

STATE OF NEW MEXICO Energy & Minerals Department Oil Conservation Commission P. O. Box 2088 Santa Fe, NM 87504-2088

Attn: Mr. Michael Stogner

Gentlemen:

BTA hereby requests administrative approval to drill an Atoka test at the above referenced location.

The necessity of this location is due to surface obstruction with a dry hole located at the legal location of 660 feet from the South line and 1980 feet from the West line.

BTA operates three wells in this section producing from the Teas (Bone Spring). This well has been permitted in the Teas (Bone Spring) and, if administrative approval is obtained as a result of this application, we will drill to the Atoka at 12,900 feet.