| Form  | 3160-5 |
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| (June | 2015)  |

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# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018 5. Lease Serial No.

NMNM2748

SUNDRY NOTICES AND REPORTS ON WELLSNMOCD Do not use this form for proposals to drill or to re-enter an rtesia abandoned well. Use form 3160-3 (APD) for such proposal rtesia

If Indian Allottee or Tribe Nan

| Do not use this form for proposals to drill or to re-enter an rtesla<br>abandoned well. Use form 3160-3 (APD) for such proposals.  |                                 |              |                            |                           | 6. If Indian, Allottee or Tribe Name                               |                 |  |  |
|--|---------------------------------|--------------|----------------------------|---------------------------|--|-----------------|--|--|
| SUBMIT IN TRIPLICATE - Other instructions on page 2  |                                 |              |                            |                           | 7. If Unit or CA/Agreement, Name and/or No.                        |                 |  |  |
| 1. Type of Well  |                                 |              |                            |                           | 8. Well Name and No.   |                 |  |  |
| Oil Well Gas Well Other     Contact: LESLIE GARVIS   |                                 |              |                            |                           | GISSLER B 53   |                 |  |  |
| 2. Name of Operator<br>BURNETT OIL CO. INC.  | 9. API Well No.<br>30-015-37242 |              |                            |                           |  |                 |  |  |
| 3a. Address<br>BURNETT PLAZA - SUITE 1500 801 CHERRY STREETPHJN: (include area code)<br>FORT WORTH, TX 76102   |                                 |              |                            |                           | 10. Field and Pool or Exploratory Area<br>LOCO HILLS GLORIETA YESO |                 |  |  |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)   |                                 |              |                            |                           | 11. County or Parish, State  |                 |  |  |
| Sec 12 T17S R30E Mer NMP NENW 990FNL 2160FWL   |                                 |              |                            |                           | EDDY COUNTY, NM  |                 |  |  |
| 12. CHECK THE AI   | PPROPRIATE BOX(ES) TO           | INDICA       | TE NATURE OF               | NOTICE                    | E, REPORT, OR OTH  | IER DATA        |  |  |
| TYPE OF SUBMISSION   | TYPE OF ACTION                  |              |                            |                           |  |                 |  |  |
| Notice of Intent   |                                 |              | pen                        | □ Production (Start/Resur |  | UWater Shut-Off |  |  |
| _  |                                 |              | raulic Fracturing          | Reclamation               |  | Well Integrity  |  |  |
| Subsequent Report  | 🗖 Casing Repair                 | 🗖 New Constr |                            | Recomplete                |  | Other           |  |  |
| Final Abandonment Notice Change Plans  |                                 | 🗖 Plug       | g and Abandon              | 🗖 Temp                    | Temporarily Abandon Venting and/or Flari                           |                 |  |  |
|  | Convert to Injection            | 🗖 Plug       | Plug Back 🔲 Water Disposal |                           | Disposal   | 5               |  |  |
| Burnett is requesting permission to flare at the Gissler 3-2 battery from January through March<br>2018. We will only be flaring as needed (i.e during DCP maintenance). All gas flared will be<br>metered and reported as per BLM requirements.<br>We have previously received approval to install a flare at this<br>location and an updated battery diagram showing the flare location is on file.<br>The Gissler B 3-2 battery is located at:<br>T17S, R30E, SECTION 12, UNIT C, NENW<br>560' FNL, 1990' FWL<br>LEASE: NMNM-2748 |                                 |              |                            |                           |  |                 |  |  |
| MAR 1 2 2018   |                                 |              |                            |                           |  |                 |  |  |
| 14. I hereby certify that the foregoing is true and correct.<br>Electronic Submission #396876 verified by the BLM Well Information System<br>For BURNETT OIL CO. INC., sent to the Carlsbad<br>Committed to AFMSS for processing by PRISCILLA PEREZ on 12/12/2017 ()   |                                 |              |                            |                           |  |                 |  |  |
| Name (Printed/Typed) LESLIE (  | GARVIS                          |              | Title REGUL                | ATORY C                   | OORDINATOR   |                 |  |  |
| Signature (Electronic  |                                 |              | Date 12/05/20              |                           |  |                 |  |  |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE   |                                 |              |                            |                           |  |                 |  |  |
| Approved By  |                                 |              | Title                      | $\land$                   |  | ATTAGE Date     |  |  |
| Conditions of approval, if any, are attached<br>certify that the applicant holds legal or eq<br>which would entitle the applicant to condu-  | Office                          | /            | CARESDAD THE               |                           |  |                 |  |  |
| 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.   |                                 |              |                            |                           |  |                 |  |  |

(Instructions on page 2) \*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\*

### Additional data for EC transaction #396876 that would not fit on the form

32. Additional remarks, continued

The following wells are associated with this battery: Gissler B 14 30-015-22004 Gissler B 28 30-015-25988 Gissler B 52 30-015-37241 Gissler B 53 30-015-37242 Gissler B 59 30-015-37733 Gissler B 62 30-015-40411 Gissler B 64 30-015-38278 Gissler B 65 30-015-37974 Gissler B 71 30-015-39210 Gissler B 75 30-015-39210

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## BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

### **Condition of Approval to Flare Gas**

- 1. Subject to like approval from NMOCD
- 2. Flared volumes are considered "avoidably lost" and will require payment of royalties. Volumes shall be reported on OGOR "B" reports as disposition code "08
- 3. Approval not to exceed 90 days, if flaring is still required past 90 days submit new request for approval.
- 4. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared on a sundry form 3160-5.
- 5. "Avoidably lost" flare volumes shall be metered due to their royalty bearing status. Install gas meter on vent/flare line to measure gas prior to venting/flaring operations if it is not equipped as such at this time.
- 6. This approval does not authorize any additional surface disturbance.

## 43CFR §3162.7-1 Disposition of production.

(a) The operator shall put into marketable condition, if economically feasible, all oil, other hydrocarbons, gas, and sulphur produced from the leased land.

(d) The operator shall conduct operations in such a manner as to prevent avoidable loss of oil and gas. A operator shall be liable for royalty payments on oil or gas lost or wasted from a lease site, or allocated to a lease site, when such loss or waste is due to negligence on the part of the operator of such lease, or due to the failure of the operator to comply with any regulation, order or citation issued pursuant to this part.