State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David MartinCabinet Secretary-Designate

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey, Division Director Oil Conservation Division



July 29, 2013

Burnett Oil Co., Inc.

Attn: Ms. Leslie M. Garvis

ADMINISTRATIVE NON-STANDARD LOCATION ORDER

Administrative Order NSL-6839 Administrative Application Reference No. pPRG1318256943

Burnett Oil Co., Inc. OGRID 3080 Jackson B Well No. 47 API No. 30-015-41399

Proposed Location:

Footages	Unit	Section	Township	Range	County
330 FSL & 1550 FEL	0	1	17S	30E	Eddy

Proposed Unit:

Description	Acres	Pool	Pool Code
SW/4 SE/4 of Section 1	40	Cedar Lake; Glorieta-Yeso	96831

Reference is made to your application received on July 1, 2013.

You have requested to drill or re-complete this well at an unorthodox oil well location described above, in the referenced pool or formation. This location is governed by statewide Rule 15.9.A [19.15.15.9.A NMAC], which provides for 40-acre units, with wells located at least 330 feet from a unit outer boundary. This location is less than 330 feet from a unit boundary.

Your application has been duly filed under the provisions of Division Rules 15.13 [19.15.15.13 NMAC] and 4.12.A(2) [19.15.4.12.A(2) NMAC].

It is our understanding that you are seeking this location for geologic reasons.

It is also understood that notice of this application to offsetting operators or owners is unnecessary due to common ownership.

Pursuant to the authority conferred by Division Rule 15.13.B, the above-described unorthodox location is hereby approved.

This approval is subject to your being in compliance with all other applicable Division rules, including, but not limited to, Division Rule 5.9 [19.15.15.9 NMAC].

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,

Jami Bailey

Director

JB/db

cc: New Mexico Oil Conservation Division - Artesia

United States Bureau of Land Management