

DATE IN <u>11/30/09</u>	SUSPENSE	ENGINEER <u>Brooks</u>	LOGGED IN <u>11/30</u>	TYPE <u>NSL</u>	APP NO. <u>0933456222</u>
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ABOVE THIS LINE FOR DIVISION USE ONLY

**RECEIVED** NEW MEXICO OIL CONSERVATION DIVISION  
- Engineering Bureau -  
1220 South St. Francis Drive, Santa Fe, NM 87505



*Burnett D#6*  
3080

*Gysler B#55*

2009 NOV 30 PM 2:11

## ADMINISTRATIVE APPLICATION CHECKLIST

30-015-37243

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

### Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]  
[DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]  
[PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]  
[WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]  
[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]  
[EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

### [1] TYPE OF APPLICATION - Check Those Which Apply for [A]

- [A] Location - Spacing Unit - Simultaneous Dedication  
☒ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement  
☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

- [D] Other: Specify \_\_\_\_\_

### [2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or ☐ Does Not Apply

- [A] ☐ Working, Royalty or Overriding Royalty Interest Owners  
[B] ☐ Offset Operators, Leaseholders or Surface Owner  
[C] ☐ Application is One Which Requires Published Legal Notice  
[D] ☐ Notification and/or Concurrent Approval by BLM or SLO  
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office  
[E] ☐ For all of the above, Proof of Notification or Publication is Attached, and/or,  
[F] ☐ Waivers are Attached

### [3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

MARK A. JACOBY Mark A. Jacoby ENGINEERING MANAGER 11/24/2009  
Print or Type Name Signature Title Date

e-mail Address

CCCC

November 24, 2009

New Mexico Oil Conservation Division  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87504  
Attn: Engineering Department

Re: Gissler B #55 Federal Lease NMNM 2748  
Unit J, 2475' FSL, 2475' FEL  
SEC.11, T17S, R30E- Eddy County, New Mexico

Gentlemen:

*Grayburg Jackson SR, Q, GB, SA*

Burnett Oil Co., Inc. respectfully request's an exception without notice and hearing to NMOCD Rule 104 for the Gissler B #55 new drill (Grayburg San Andres 28509) well. Our original spot for this location was moved by the Bureau of Land Management after sand dunes were found when trying to stake the well site. We also had to be as close as possible to the geological center of two existing injection wells (GB#9 and GB#18.) The flowline will follow existing roadway to our Gissler B #3-1 Tank Battery on the lease. The attached plat shows we are the Operator of Record for all the wells on all sides of this well site including Federal Lease NMFC029338A and NMNM2746 in the South East portion of this Section 11. The Federal Lease NMNM2748 is outlined in red. **All the interest ownership for the entire section we operate is exactly the same.** A copy of our approved 3160-3, plats and AFE approval letter from the working interest owners are included for your easy reference.

Please contact the undersigned if you should need any more information or have any question.

Yours truly,

*James H. Arline*

James H. Arline  
Materials Coordinator

Operator Copy

FORM APPROVED  
OMB No. 1004-0137  
Expires July 31, 2010UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

## APPLICATION FOR PERMIT TO DRILL OR REENTER

5. Lease Serial No.

NMNM2748

6. If Indian, Allottee or Tribe Name

1a. Type of Work: ☒ DRILL ☐ REENTER

7. If Unit or CA Agreement, Name and No.

8. Lease Name and Well No.

GISSLER B #55

1b. Type of Well: ☒ Oil Well ☐ Gas Well ☐ Other ☒ Single Zone ☐ Multiple Zone

9. API Well No.

30-015-

2. Name of Operator

BURNETT OIL CO., INC.

3a. Address

801 Cherry St. Unit 9 Fort Worth, Tx 76102

3b. Phone No. (include area code)

(817) 332-5108

10. Field and Pool, or Exploratory

GRAYBURG SAN ANDRES

4. Location of Well (Report location clearly and in accordance with any State requirements.)\*

At surface

Unit J, 2475' FSL, 2475' FEL

UNORTHODOX  
LOCATION

At proposed prod. zone

SAME AS ABOVE

11. Sec., T., R., M., or Blk. and Survey or Area  
SEC 11, T17S, R30E

14. Distance in miles and direction from nearest town or post office\*

Approx 6 miles East &amp; North of Loco Hills, New Mexico

12. County or Parish

EDDY CTY

13. State

NEW MEXICO

15. Distance from proposed\*

location to nearest  
property or lease line, ft.  
(Also to nearest drig. unit line, if any)

330'

16. No. of Acres in lease

1240

17. Spacing Unit dedicated to this well

40

18. Distance from proposed location\*

to nearest well, drilling, completed,  
applied for, on this lease, ft.

330'

19. Proposed Depth

4500'

20. BLM/BIA Bond No. on file

NMB# 000197

21. Elevations (Show whether DF, KDB, RT, GL, etc.)

3729' GL

22. Approximate date work will start\*

SEPTEMBER 21, 2009

23. Estimated duration

10 Days to Drill

## 24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification.
6. Such other site specific information and/or plans as may be required by the BLM.

25. Signature

Name (Printed/Typed)

Date

Title

ENGINEERING MANAGER

MARK JACOBY

7/27/2009

Approved by (Signature)

Name (Printed/Typed)

Date

Title

FIELD MANAGER

Office

CARLSBAD FIELD OFFICE

/s/ Don Peterson

8/26/09

Application approval 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.

Conditions of approval, if any, are attached.

APPROVAL FOR TWO YEARS

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.

(Continued on page 2)

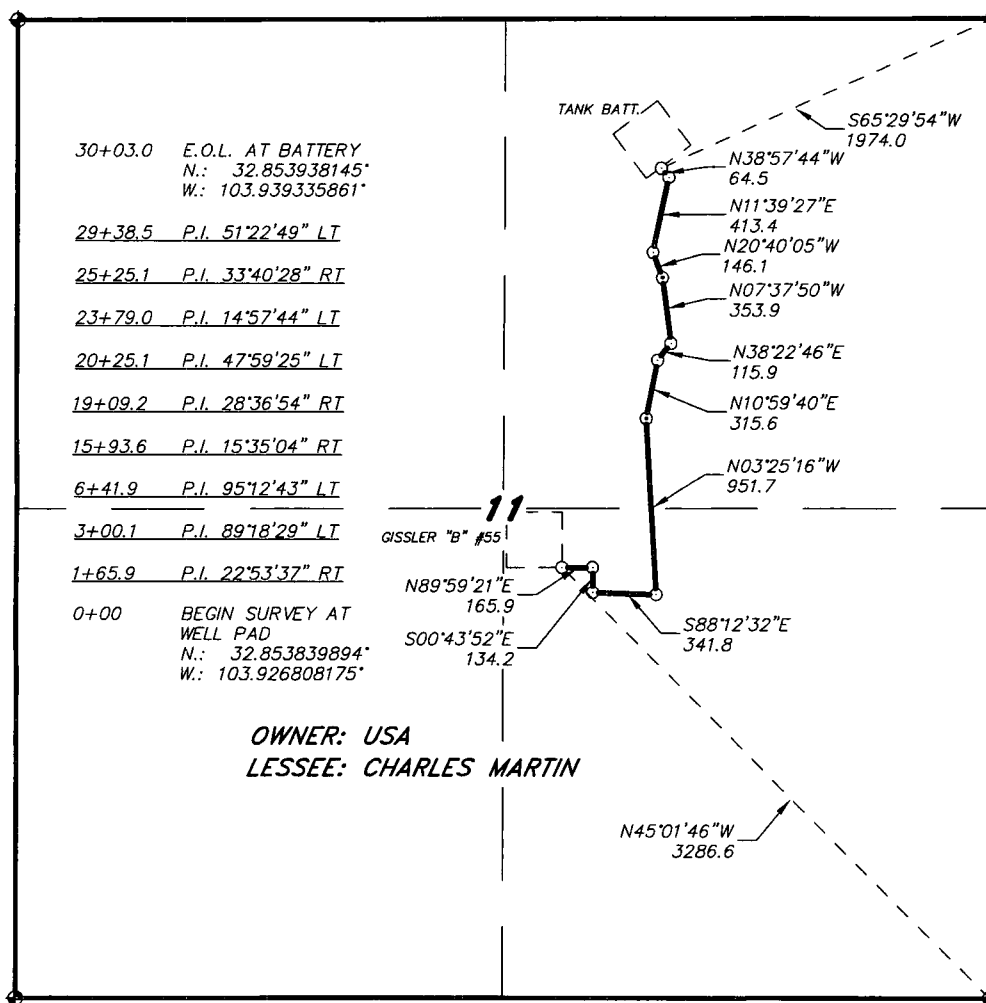
\*(Instructions on page 2)

Roswell Controlled Water Basin

30-015-37243

SEE ATTACHED FOR  
CONDITIONS OF APPROVALApproval Subject to General Requirements  
& Special Stipulations Attached

SECTION 11, TOWNSHIP 17 SOUTH, RANGE 30 EAST, N.M.P.M.,  
EDDY COUNTY, NEW MEXICO.



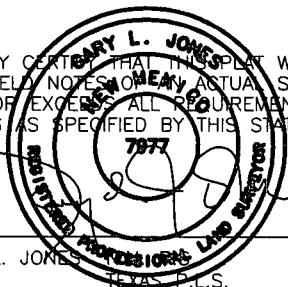
NOTE: COORDINATES ARE NAD 27

LEGAL DESCRIPTION

A STRIP OF LAND 30.0 FEET WIDE, LOCATED IN SECTION 11, TOWNSHIP 17 SOUTH, RANGE 30 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO AND BEING 15.0 FEET LEFT AND RIGHT OF THE ABOVE PLATTED CENTERLINE SURVEY.

SECTION 11 = 3003.0 FEET = 182.00 RODS = 0.57 MILES = 2.07 ACRES

I HEREBY CERTIFY THAT THIS PLAT WAS PREPARED FROM FIELD NOTES OF AN ACTUAL SURVEY AND MEETS OR EXCEEDS ALL REQUIREMENTS FOR LAND SURVEYS AS SPECIFIED BY THIS STATE.



GARY L. JONES, Registered Professional Land Surveyor, No. 7977, State of Texas, P.L.S. No. 5074

1000 0 1000 2000 FEET

**BURNETT OIL COMPANY, INC.**

REF: PROPOSED FLOWLINE TO THE GISSLER "B" #55

A FLOWLINE CROSSING USA LAND IN  
SECTION 11, TOWNSHIP 17 SOUTH, RANGE 30 EAST,  
N.M.P.M., EDDY COUNTY, NEW MEXICO.

**BASIN SURVEYS** P.O. BOX 1786—HOBBS, NEW MEXICO

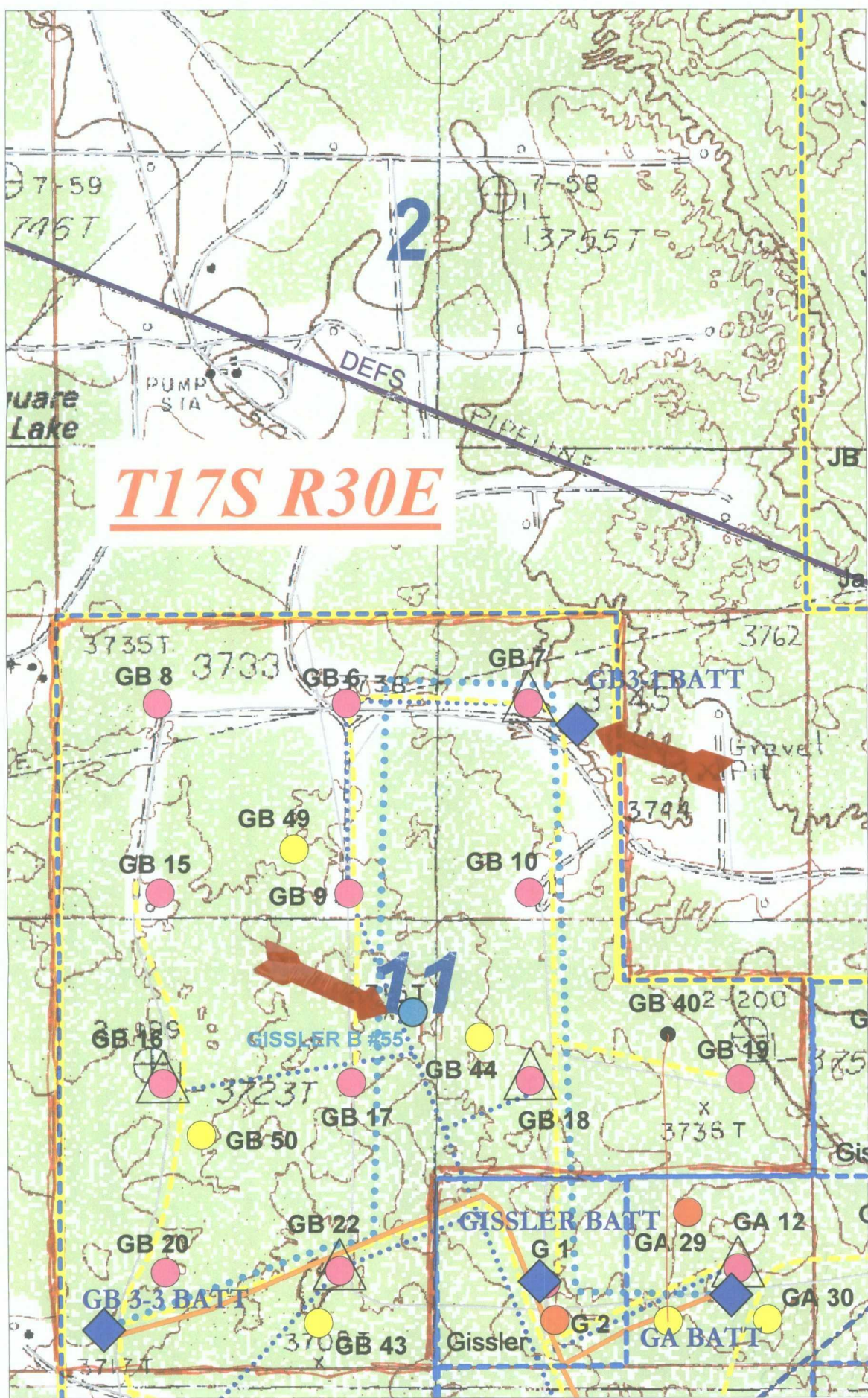
W.O. Number: 21503 Drawn By: J. M. SMALL

Date: 07-08-2009 Disk: JMS 21503

Survey Date: 07-07-2009 Sheet 1 of 1 Sheets

GISSLER B55  
SURFACE EXHIBIT C1





### Well Names

GA = Gissler A  
 GB = Gissler B  
 SA = Stevens A  
 GJSA = Grayburg Jackson  
 San Andres

### Gissler B #55

T17S, R30E, Sect 11, Unit J, NM2748  
 2475' FSL, 2475' FEL, GB 3-1 Battery  
 Lat/Long: 32.848471/-103.942591

Burnett Oil Co., Inc.

6666

Gissler B #55 Proposed Well Location  
 (Map Reflects Burnett Operated Wells Only)  
 Eddy County, New Mexico

Author:  
 S Spray, Geo Tech

Date:  
 November 24, 2009

Scale:  
 1" = 1,000'