DOCKET: SPECIAL EXAMINER HEARING - MONDAY - AUGUST 29, 2011

9:00 A.M. - 1220 South St. Francis Santa Fe, New Mexico

| Locator Key |
|---------------------|
| Case 14673 – No. 2 |
| Case 14674 – No. 3 |
| Case 14691 – No. 1 |
| Case 14706 – No. 4 |
| Case 14707 – No. 5 |
| Case 14708 – No. 6 |
| Case 14709 – No. 7 |
| Case 14710 – No. 8 |
| Case 14711 – No. 9 |
| Case 14712 – No. 10 |
| Case 14713 – No. 11 |
| Case 14714 – No. 12 |
| Case 14715 – No. 13 |
| Case 14716 – No. 14 |
| Case 14717 – No. 15 |
| Case 14718 – No. 16 |

<u>CASE 14691</u>: (Continued) (This case will be dismissed.)

Application of Burnett Oil Co., Inc. for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from 4230 feet subsurface to the base of the Glorieta-Yeso formation underlying the SW/4 NW/4 of Section 24, Township 17 South, Range 31 East, NMPM, to form a standard 40-acre oil spacing and proration unit for all pools or formations developed on 40-acre spacing within that vertical extent. The unit is to be dedicated to the proposed Partition Fed. Well No. 3, to be drilled in the SW/4 NW/4 of Section 24. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 9 miles East of Loco Hills, New Mexico.

CASE 14673: (Continued)

1.

2.

3.

Application of Burnett Oil Co., Inc. for compulsory pooling and an unorthodox oil well location, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from 4230 feet subsurface to the base of the Glorieta-Yeso formation underlying the SE/4 SE/4 of Section 24, Township 17 South, Range 31 East, NMPM, to form a standard 40-acre oil spacing and proration unit for all pools or formations developed on 40-acre spacing within that vertical extent. The unit is to be dedicated to the proposed Nosler Fed. Well No. 3, to be drilled at an unorthodox location 890 feet from the south line and 1190 feet from the east line of Section 24. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 9-1/2 miles East of Loco Hills, New Mexico.

CASE 14674 (Continued)

Application of Burnett Oil Co., Inc. for compulsory pooling and an unorthodox location, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from 4230 feet subsurface to the base of the Glorieta-Yeso formation underlying the SE/4 SE/4 of Section 13, Township 17 South, Range 31 East, NMPM, to form a standard 40-acre oil spacing and proration unit for all pools or formations developed on 40-acre spacing within that vertical extent. The unit is to be dedicated to the proposed Partition Fed. Well No. 2, to be drilled at an unorthodox location 990 feet from the south line and 1140 feet from the east line of Section 13. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 9-1/2 miles East of Loco Hills, New Mexico.