

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED
OMB NO. 1004-0135
Expires July 31, 2010**SUNDRY NOTICES AND REPORTS ON WELLS**
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.***SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

| | | |
|--|---|--|
| 1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5. Lease Serial No. NMNM2748 |
| 2. Name of Operator BURNETT OIL COMPANY INC | | 6. If Indian, Allottee or Tribe Name |
| Contact: LESLIE M GARVIS E-Mail: lgarvis@burnettoil.com | | 7. If Unit or CA/Agreement, Name and/or No. |
| 3a. Address 801 CHERRY STREET UNIT 9 FORT WORTH, TX 76102-6881 | 3b. Phone No. (include area code) Ph: 817-332-5108 Ext: 6326 | 8. Well Name and No. GISSLER B 77 |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 11 T17S R30E SESW 74FSL 1395FWL | | 9. API Well No. 30-015-39802-00-X1 |
| | | 10. Field and Pool, or Exploratory GRAYBURG JACKSON |
| | | 11. County or Parish, and State EDDY COUNTY, NM |

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|---|---|---|--|---|
| <input type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | Well Spud |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

2/10/12 - NOTIFIED BLM OF INTENT TO SPUD 02/08/12 5:10 PM MST- CONTACT CHERYL/BLM CELL PH. NOTIFIED BLM OF SURFACE CMT JOB, CHERYL W BLM WITNESSED SURFACE CMT JOB. NOTIFIED BLM CELL PH OF TEST 19:30 PM MST 02/09/2012, NO BLM WITNESS.

2/10/12 - TD 309', RUN 7 JTS (314.04') SURFACE CSG, 8 5/8" 24# J-55, STC 8RD CSG SET @ 309' (INSERT FLOAT @ 262') CENT BTM 6 JTS. CMT CSG W 150 SXS THIXOTROPIC + 2% CACL2 @ 14.2 LB/GAL & 6.98 GAL H2O SX TO YIELD 1.63 CUFT SX FB 250 SXS PREM PLUS + 2% CACL2 @ 14.8 LB/GAL & 6.39 GAL H2O SX TO YIELD 1.35 CUFT SX, DISP W/17 BFW, CIRC 165 SXS TO PIT. SPUDDED WELL ON 02/09/2012 6:30 AM, MST.

Accepted for record
NMOCD *Redick 04/02/2012***RECEIVED**

MAR 28 2012

NMOCD ARTESIA

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| 14. I hereby certify that the foregoing is true and correct. Electronic Submission #132471 verified by the BLM Well Information System For BURNETT OIL COMPANY INC, sent to the Carlsbad Committed to AFMSS for processing by DEBORAH MCKINNEY on 03/14/2012 (12DLM0737SE) | |
| Name (Printed/Typed) LESLIE M GARVIS | Title REGULATORY COORDINATOR |
| Signature (Electronic Submission) | Date 03/07/2012 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|-----------------------------|--------------------------------------|-----------------|
| Approved By ACCEPTED | JAMES A AMOS Title SUPERVISOR EPS | Date 03/24/2012 |
| | Office Carlsbad | |

Conditions of approval, if any, are attached. Approval of this notice 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

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.

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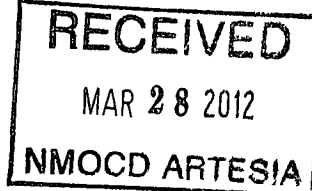
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| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | Drilling Operations |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | |

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2/15/12 - NOTIFIED BLM PHONE, JOE BALDEZ OF CMT PROD CSG @ 4:50 PM & 6:30 PM CMT, 2/14/2012. NO BLM PRESENCE. TD: 3627'. RUN 83 JTS 5.5", 17#, J-55, LTC CSG, 3632.35' SET @ 3627', FC @ 3580', MARKER JT TOP @ 2897', BTM @ 2919', CMT W 700 SXS HALCO PREMIUM LITE + .125 LBM POLY-E-FLAKE + 6 LBM SALT @ 12.7#, YIELD 1.97, 10.66 H2O, TAILED W 350 SXS VERSACEM + 4% LAP-1 + .5% CFR-3 + .25 LBM D-AIR 3000 + 3 LBM GILSONITE + .125 POLY-E-FLAKE, @ 14.2#, YIELD 1.27, 5.43 H2O, DISPL W 83.2 BFW, BUMP PLUG W 1350# @ 4:40 AM, 2/15/2012. CIRC 180 SXS TO PIT. RUN SGR/DSN/SD/DLL/MGRD/BSAT/XRMI & 40 NR SWCS. RELEASED RIG 02/15/12, MST 4:00 PM.

Accepted for record
NMOC

R. Dade 04/02/2012



| | |
|---|------------------------------|
| 14. Thereby certify that the foregoing is true and correct | |
| Electronic Submission #132476 verified by the BLM Well Information System For BURNETT OIL COMPANY INC, sent to the Carlsbad Committed to AFMSS for processing by DEBORAH MCKINNEY on 03/14/2012 (12DLM0738SE) | |
| Name (Printed/Typed) LESLIE M GARVIS | Title REGULATORY COORDINATOR |
| Signature (Electronic Submission) | Date 03/07/2012 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|--------------------------------|--------------------------------------|-----------------|
| Approved By ACCEPTED | JAMES A AMOS Title SUPERVISOR EPS | Date 03/24/2012 |
| | Office Carlsbad | |

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**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****