

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED
OMB No. 1004-0135
Expires July 31, 1996

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

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator

BURNETT OIL CO., INC.

3a. Address 801 CHERRY STREET, SUITE 1500

UNIT #9 FORT WORTH, TEXAS, 76102

3b. Phone No. (include area code)

(817) 332-5108

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

UNIT E, 2260' FNL, 990' FWL, SEC 13, T17S, R30E- SURFACE

UNIT D, 330' FNL, 990' FWL, SEC 13, T17S, R30E- PLANNED BOTTOM HOLE

5. Lease Serial No.

NMLC055958

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

STEVENS B #3H

9. API Well No.

30-015-33132

10. Field and Pool, or Exploratory Area

CEDAR LAKE, YESO

11. County or Parish, State

Eddy County, N.M.

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 TIME EXTENSION
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<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.)

The permit to drill the lateral portion of this well was approved March 27, 2006. It did not have a one year time limit stamp. We have secured a rig for some continuous drilling time but we are unable to get this work started before May 3, 2007. We respectfully request a 90 day extension to allow us to complete this drilling in an orderly time frame. A copy of the approved original is enclosed for your review.

Extension approved to 6/27/2007

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

MARK A. JACOBY

Title

ENGINEERING MANAGER

Signature

Mark A Jacoby

Date

MARCH 1, 2007

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

MAR 5 2007

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.

Office

Wesley W. Ingram
WESLEY W. INGRAM
PETROLEUM ENGINEER

Title 18 U.S.C. Section 1001, makes 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.

UNITED STATES **OPERATOR'S COPY**
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires July 31, 1996

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
☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator
BURNETT OIL CO., INC. (817) 332-5108

3a. Address 801 CHERRY STREET, SUITE 1500
UNIT #9 FORT WORTH, TX. 76102-6881

3b. Phone No. (include area code)
(817) 332-5108

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
UNIT E, 2260' FNL, 990' FWL, SEC 13, T17S, R30E *DPH - same Lease*

5. Lease Serial No.
NMLC055958 ✓

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
STEVENS B #3

9. API Well No.
30-015-33132 S1

10. Field and Pool, or Exploratory Area
CEDAR LAKE, YESO

11. County or Parish, State
Eddy County, N.M.

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 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 <i>CUT</i>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<i>HORIZONTAL</i>
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	<i>WINDOWY DRILL</i>

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 recompleate 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 recompleation 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.)

This well was drilled at the above approved standard location July 2004 and began producing in August 2004. It is presently completed as a vertical Cedar Lake Yeso well with total of 24 perforations from 4587' to 4898'. We now propose to cut a window in the 7" production casing within the Cedar Lake Yeso perforations and drill an approx. 2000' lateral hole in the present Cedar Lake Yeso zone. The end of the lateral is proposed to be @ Unit D, 330' FNL, 990' FWL in Sec 13, T17S, R30E as a standard location. This lateral hole will be drilled and treated as recommended our service company. This horizontal well will continue to be produced to the existing Stevens B Yeso Tank Battery on the lease. An updated C102 is included.

**SUBJECT TO
LIKE APPROVAL
BY STATE**

*NAT NECESSARY
PER BRYAN*

*must also be approved
by the NMKD. 10/18
4/29/06*

APPROVED

MAR 27 2006

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

STERLING RANDOLPH

Title

PETROLEUM ENGINEER

Signature

Sterling Randolph

Date

3/23/2006

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

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.

Office

Title 18 U.S.C. Section 1001, makes 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.