State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

John Bemis Cabinet Secretary

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



October 23, 2012

Burnett Oil Company, Inc. Attn: Ms. Leslie M. Garvis

ADMINISTRATIVE NON-STANDARD LOCATION ORDER

Administrative Order NSL-6699 Administrative Application Reference No. pDKB1229254081

Burnett Oil Company, Inc. OGRID 3080 Gissler A Well No. 40 API No. 30-015-39928

Proposed Location:

Footages	Unit	Section	Township	Range	County
2505 FSL & 1400 FWL	K	14	17S	30E	Eddy

Proposed Unit:

Description	Acres	Pool	Pool Code	
NE/4 SW/4	40	Grayburg-Jackson; Seven Rivers-Queen-	28509	
	Grayburg-San Andres			

Reference is made to your application received on October 18, 2012.

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.

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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