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



March 18, 2013

Burnett Oil Co., Inc.

Attn: Ms. Leslie M. Garvis

ADMINISTRATIVE NON-STANDARD LOCATION ORDER

Administrative Order NSL-6783 Administrative Application Reference No. pPRG1305660357

Burnett Oil Co., Inc. OGRID 3080 \ Jackson A Well No. 40 API No. 30-015-40908

Proposed Location:

	Footages	Unit	Sec.	Twsp	Range	County_
Surface	575 FNL & 1310 FEL	Α	13	17S	30E	Eddy
Penetration Point	372 FNL & 1012 FEL	Α	13	17S	30E	Eddy
Terminus	330 FNL & 990 FEL	Α	13	17S	30E	Eddy

Proposed Project Area:

Description	Acres	Pool	Pool Code
NE/4 NE/4 of Section 13	40	Cedar Lake; Glorieta-Yese	96831

Reference is made to your application received on February 25, 2013.

You have requested to drill this directional 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, and Rule 15.16.14.B(2) [19.15.16.14.B(2) NMAC] concerning directional wells in designated project areas. This location is unorthodox because portions of the proposed completed interval are less than 330 feet from an outer boundary of the project area.

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].

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It is our understanding that you are seeking this location for engineering reasons.

It is also understood that notice of this application to offsetting operators or owners is unnecessary due to common ownership.

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