

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor.

Joanna Prukop
Cabinet Secretary

January 5, 2006

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

Telefax No. (817) 332-7832

Burnett Oil Co., Inc. Burnett Plaza – Suite 1500 801 Cherry Street – Unit #9 Fort Worth, Texas 76102-6881

Attention:

James H. Arline

Materials Coordinator

CORRECTED

Administrative Order NSL-5320 (BHL) (SD) (Non-Standard Subsurface Location/Producing Area)

Dear Mr. Arline:

Per your letter dated December 28, 2005, which was entered into the Division's administrative database as administrative application reference No. pMES0-600537829, calling to our attention an error contained within Division Administrative Order NSL-5320 (BHL) (SD), dated December 23, 2005.

Finding Paragraph No. (4) on page 2 of Division Administrative Order NSL-5320 (BHL) (SD), be and the same, is hereby amended to read in its entirety as follows:

"(4) It is the Division's understanding that Burnett recently drilled its Jackson "A" Well No. 35 (API No. 30-015-34502) from a surface location 2450 feet from the North line and 2310 feet from the East line (Unit G) of Section 13, Township 17 South, Range 30 East, NMPM, Eddy County, New Mexico, vertically to a depth of 5,216 feet where production casing was set; a window was cut in the casing from 4,719 feet to 4,732 feet and a horizontal drainhole was drilled to the north to a bottomhole location, or end-point, within the Yeso formation at a subsurface location approximately 340 feet from the North line and 2312 feet from the East line (Unit B) of Section 13";

The corrections set forth in this order shall be entered retroactively as of December 23, 2005; all other provisions of Division Administrative Order NSL-5320 (BHL) (SD) shall remain in full force and effect until further notice.

Jurisdiction of this matter shall be further retained for the entry of any such subsequent orders, as the Division may deem necessary.

Sincerely,

Mark E. Fesmire, P. E.

Director

MEF/ms

cc: New Mexico Oil Conservation Division – Artesia

U. S. Bureau of Land Management - Carlsbad

File: NSL-5201 (BHL) (SD)

NSL-5320 (BHL) (SD)