

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

NMOCD  
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.*

5. Lease Serial No.  
Multiple--See Attached

6. If Indian, Allottee or Tribe Name

**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

7. If Unit or CA/Agreement, Name and/or No.  
Multiple--See Attached

1. Type of Well  
 Oil Well  Gas Well  Other

8. Well Name and No.  
Multiple--See Attached

2. Name of Operator  
BURNETT OIL COMPANY INC  
Contact: LESLIE GARVIS  
E-Mail: lgarvis@burnettoil.com

9. API Well No.  
Multiple--See Attached

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

3b. Phone No. (include area code)  
Ph: 817-583-8730

10. Field and Pool, or Exploratory  
Multiple--See Attached

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

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 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 Venting and/or Flaring |
|  | <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 recomplete 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 recompletion 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.)

Burnett is requesting permission to flare at the Jackson B 5 battery from January through March 2016. We will only be flaring as needed (i.e during DCP maintenance). All gas flared will be metered and reported as per BLM requirements.

30-D15-04037

We have previously received approval to install a flare at this location and an updated battery diagram showing the flare location is on file.

**NM OIL CONSERVATION**  
ARTESIA DISTRICT

JUL 20 2016

The Jackson B5 battery is located at:  
T17S, R 30 E, SECTION 1, UNIT P, SESE  
1145' FSL, 1283' FEL  
LEASE: MNM2747

Accepted For Record  
NMOCD AB

RECEIVED

14. I hereby certify that the foregoing is true and correct.  
Electronic Submission #339936 verified by the BLM Well Information System  
For BURNETT OIL COMPANY INC, sent to the Carlsbad  
Committed to AFMSS for processing by PRISCILLA PEREZ on 05/24/2016 (16PP1229SE)

|                                    |                              |
|------------------------------------|------------------------------|
| Name (Printed/Typed) LESLIE GARVIS | Title REGULATORY COORDINATOR |
| Signature (Electronic Submission)  | Date 05/23/2016              |

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

|   |                          |                 |
|---|--------------------------|-----------------|
| Approved By DAVID R GLASS   | Title PETROLEUM ENGINEER | Date 06/22/2016 |
| 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 Carlsbad   |                          |                 |

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.

\*\* BLM REVISED \*\*

**SEE ATTACHED FOR  
CONDITIONS OF APPROVAL**

**Additional data for EC transaction #339936 that would not fit on the form**

**5. Lease Serial No., continued**

NMLC055264  
NMNM2747

**Wells/Facilities, continued**

| Agreement  | Lease      | Well/Fac Name, Number. | API Number         | Location  |
|------------|------------|------------------------|--------------------|---|
| NMNM2747   | NMNM2747   | JACKSON B 65           | 30-015-41191-00-S1 | Sec 1 T17S R30E SESE 1190FSL 990FEL                                       |
| NMNM2747   | NMNM2747   | JACKSON B 17           | 30-015-04039-00-S1 | Sec 1 T17S R30E SWSW 660FSL 660FWL  |
| NMNM2747   | NMNM2747   | JACKSON B 18           | 30-015-04040-00-S1 | Sec 1 T17S R30E NESE 1980FSL 660FEL                                       |
| NMNM2747   | NMNM2747   | JACKSON B 33           | 30-015-23807-00-S1 | Sec 1 T17S R30E SENW 1980FNL 2080FWL                                      |
| NMNM2747   | NMNM2747   | JACKSON B 47           | 30-015-41399-00-S1 | Sec 1 T17S R30E SWSE 330FSL 1550FEL<br>32.857043 N Lat, 103.921318 W Lon  |
| NMNM2747   | NMNM2747   | JACKSON B 5            | 30-015-04037-00-S1 | Sec 1 T17S R30E NENW 660FNL 1980FWL                                       |
| NMNM2747   | NMNM2747   | JACKSON B 51           | 30-015-40139-00-S1 | Sec 1 T17S R30E SWSW 990FSL 330FWL  |
| NMNM2747   | NMNM2747   | JACKSON B 53           | 30-015-40942-00-S1 | Sec 1 T17S R30E SWSW 440FSL 740FWL  |
| NMNM2747   | NMNM2747   | JACKSON B 54           | 30-015-41190-00-S1 | Sec 1 T17S R30E SESW 990FSL 1600FWL                                       |
| NMNM2747   | NMNM2747   | JACKSON B 57           | 30-015-41003-00-S1 | Sec 1 T17S R30E NWSW 2210FSL 330FWL                                       |
| NMNM2747   | NMNM2747   | JACKSON B 59           | 30-015-41278-00-S1 | Sec 1 T17S R30E SESW 330FSL 2190FWL<br>32.857056 N Lat, 103.926335 W Lon  |
| NMNM2747   | NMNM2747   | JACKSON B 63           | 30-015-41541-00-S1 | Sec 1 T17S R30E SESE 330FSL 480FEL<br>32.857034 N Lat, 103.917835 W Lon   |
| NMNM2747   | NMNM2747   | JACKSON B 64           | 30-015-41277-00-S1 | Sec 1 T17S R30E NWSW 1650FSL 1070FWL<br>32.860694 N Lat, 103.929980 W Lon |
| NMLC055264 | NMLC055264 | JACKSON B 48           | 30-015-41540-00-S1 | Sec 12 T17S R30E NENE 330FNL 990FEL<br>32.855231 N Lat, 103.919644 W Lon  |
| NMLC055264 | NMLC055264 | JACKSON B 50           | 30-015-39364-00-S1 | Sec 12 T17S R30E NWSW 1650FNL 2310FEL                                     |
| NMLC055264 | NMLC055264 | JACKSON B 52           | 30-015-40558-00-S1 | Sec 12 T17S R30E NWNE 330FNL 2310FEL                                      |
| NMLC055264 | NMLC055264 | JACKSON B 55           | 30-015-40844-00-S1 | Sec 12 T17S R30E SWNE 2310FNL 1650FEL                                     |
| NMLC055264 | NMLC055264 | JACKSON B 58           | 30-015-41192-00-S1 | Sec 12 T17S R30E NWNE 990FNL 1650FEL                                      |
| NMLC055264 | NMLC055264 | JACKSON B 60           | 30-015-41365-00-S1 | Sec 12 T17S R30E SENE 1650FNL 990FEL<br>32.851597 N Lat, 103.919500 W Lon |
| NMLC055264 | NMLC055264 | JACKSON B 61           | 30-015-41542-00-S1 | Sec 12 T17S R30E SENE 2310FNL 330FEL<br>32.849778 N Lat, 103.917353 W Lon |
| NMLC055264 | NMLC055264 | JACKSON B 62           | 30-015-41279-00-S1 | Sec 12 T17S R30E NENE 990FNL 330FEL<br>32.853405 N Lat, 103.917350 W Lon  |
| NMLC055264 | NMLC055264 | GB JACKSON SA 38       | 30-015-04130-00-D2 | Sec 12 T17S R30E NENE 660FNL 660FEL                                       |

**10. Field and Pool, continued**

GRAYBURG  
LOCO HILLS  
SQUARE LAKE  
UNKNOWN

**32. Additional remarks, continued**

The following wells are associated with this battery:  
 Jackson B/GJSAU 38 - 30-015-04130  
 Jackson B 17 - 30-015-04039  
 Jackson B 18 - 30-015-04040  
 Jackson B 33 - 30-015-23807  
 Jackson B 47 - 30-015-41399  
 Jackson B 48 - 30-015-41540  
 Jackson B 5 - 30-015-04037  
 Jackson B 50 - 30-015-39364  
 Jackson B 51 - 30-015-40139  
 Jackson B 52 - 30-015-40558  
 Jackson B 53 - 30-015-40942  
 Jackson B 54 - 30-015-41190  
 Jackson B 55 - 30-015-40844  
 Jackson B 57 - 30-015-41003  
 Jackson B 58 - 30-015-41192  
 Jackson B 59 - 30-015-41278  
 Jackson B 60 - 30-015-41365  
 Jackson B 61 - 30-015-41542  
 Jackson B 62 - 30-015-41279  
 Jackson B 63 - 30-015-41541  
 Jackson B 64 - 30-015-41277  
 Jackson B 65 - 30-015-41191

**BUREAU OF LAND MANAGEMENT**  
**Carlsbad Field Office**  
**620 E. Greene**  
**Carlsbad, New Mexico 88220-6292**  
**(575) 234-5972**  
**Venting and/or Flaring**  
**Conditions of Approval**

This field office has evaluated the attached Notice of Intent as a request for flaring/venting beyond NTL-4A allowable thresholds (reasons, timeframes, and volumes), and has determined the following Conditions of Approval apply.

**Conditions of Approval to Flare Gas**

1. Comply with NTL-4A requirements
2. Subject to like approval from NMOCD
3. **Flared volumes are considered "avoidably lost" and will require payment of royalties. Volumes shall be reported on OGOR "B" reports as disposition code "08"**
4. "Avoidably lost" flare volumes shall be metered due to their royalty bearing status. Install gas meter on vent/flare line to measure gas prior to venting/flaring operations if it is not equipped as such at this time.
5. Vent/flare gas metering to meet all requirements for a sales meter as per Federal Regulations, Onshore Order #5 and NTL 2008-01. Include meter serial number on sundry (form 3160-5).
6. This approval does not authorize any additional surface disturbance.
7. An updated facility diagram is required within 60 days of modifications to existing facilities per Onshore Order #3.
8. Approval not to exceed 90 days, if flaring is still required past 90 days submit new request for approval.
9. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared on a sundry form 3160-5.

**Definition:** As per NTL-4A II. A. "Avoidably lost" production shall mean the venting or flaring of produced gas without the prior authorization, approval, ratification, or acceptance of the Supervisor and the loss of produced oil or gas when the Supervisor determines that such loss occurred as a result of (1) negligence on the part of the lessee or operator, or (2) the failure of the lessee or operator to take all reasonable measures to prevent and/or to control the loss, or (3) the failure of the lessee or operator to comply fully with the applicable lease terms and regulations, appropriate provisions of the approved operating plan, or the prior written orders of the Supervisor, or (4) and combination of the foregoing.

**43CFR3162.7-1 (a)** The operator shall put into marketable condition, if economically feasible, all oil, other hydrocarbons, gas and sulphur produced from the leased land.

**43CFR3162.1 (a)** The operating rights owner or operator, as appropriate, shall comply with applicable laws and regulations; with the lease terms, Onshore Oil and Gas Orders, NTL's; and with other orders and instructions of the authorized officer. These include, but are not limited to, conducting all operations in a manner which ensures the proper handling, measurement, disposition, and site security of leasehold production; which protects other natural resources and environmental quality; which protects life and property; and which results in maximum ultimate economic recovery of oil and gas with minimum waste and with minimum adverse effect on ultimate recovery of other mineral resources.