

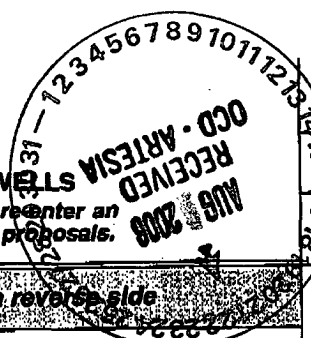
Form 3160-5
(November 1994)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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.

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



Lease Serial No.
NMLC-029339-A

If Indian, Allottee or Tribe Name

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

8. Well Name and No.
GJSAU #46

9. API Well No.
30-015-22618

10. Field and Pool, or Exploratory Area
GRAYBURG JACKSON

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

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
 Oil Well Gas Well Other **Water Injection Well**

2. Name of Operator **BURNETT OIL CO., INC.**
801 CHERRY STREET, SUITE 1500

3a. Address **UNIT #9 FORT WORTH, TX. 76102-8881**

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

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
UNIT B, 760' FNL, 1980' FEL, SEC 13, T17S, R30E

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 type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans	<input checked="" 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.)

This well is presently completed as a water injection well with perforations at San Andres 3103' to 3115' and 3367' to 3486'. We have determined that there is a probable hole in the casing and plan to plug and abandon this well. We have already set a CIBP at 3050' and pumped 35' of cement on top of plug. Our cement bond log indicated TOC for the 4 1/2" csg is 1272'. We have perforated 4 1/2" csg with 4 holes at 1240' and could not pump into it. We have also perforated 4 1/2" csg with 4 holes at 517' and circulated cmt to surface. We plan to complete final plugging of this wellbore by circulating cmt in the 4 1/2" csg from 1400' to the surface. We will install a BLM dry hole marker and restore location as required by the BLM. We have received notice from NMOCD that this work must be completed on this injection well, so the timing is important.

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed) **STERLING RANDOLPH** Title **PETROLEUM ENGINEER**

Signature *Sterling Randolph* Date **August 22, 2006**

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by _____ Title _____ Date _____

Office _____

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.

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.

(Instructions on reverse)

Accepted for record
NMOCD