

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010

EC

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

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMNM2748
2. Name of Operator BURNETT OIL		6. If Indian, Allottee or Tribe Name
Contact: MARY STARKEY E-Mail: mcstarkey@burnettoil.com		7. If Unit or CA/Agreement, Name and/or No.
3a. Address 801 CHERRY ST STE 1500 FORT WORTH, TX 76102	3b. Phone No. (include area code) Ph: 817-332-5108	8. Well Name and No. GISSLER B 67
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) / Sec 8 T17S R30E 2310FSL 430FEL		9. API Well No. 30-015-38383
		10. Field and Pool, or Exploratory LOCO HILLS GLOR. YESO
		11. County or Parish, and State EDDY COUNTY, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

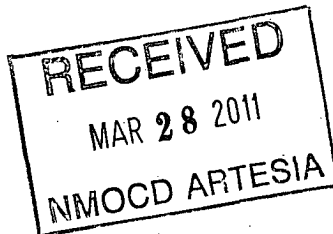
TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> 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
	<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 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 is a correctinal addition to the completion report for the above well. Per BLM Notice of lbncidents of Noncompliance Burnett Oil Co., Inc. would like to report that 30 centralizers were used in the drilling of this well.
Plesae notify if further information is needed.

Accepted for record - NMOCD

Des



ACCEPTED FOR RECORD

MAR 23 2011

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

14. Thereby certify that the foregoing is true and correct. Electronic Submission #104879 verified by the BLM Well Information System For BURNETT OIL, sent to the Carlsbad	
Name (Printed/Typed) MARY STARKEY	Title REGULATORY COORDINATOR
Signature (Electronic Submission)	Date 03/21/2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By	Title	Date
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		

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.

**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****

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MAR 18 2011

Number 11MG12

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☒ Certified Mail - Return
Receipt Requested
7009141000021823244☐ Hand Delivered Received
byUNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

NOTICE OF INCIDENTS OF NONCOMPLIANCE

Identification	
IID	
Lease	NMNM2748
CA	
Unit	
PA	

Bureau of Land Management Office CARLSBAD FIELD OFFICE				Operator BURNETT OIL COMPANY INC			
Address 620 E GREENE STREET CARLSBAD NM 88220				Address 801 CHERRY STREET UNIT 9 FORT WORTH TX 76102-6881			
Telephone 505.234.5972				Attention BURNETT OIL COMPANY INC			
Inspector GILBREATH				Attn Addr 1500 INTERFIRST TOWER FORT WORTH TX 76102			
Site Name GISSLER B	Well or Facility 67	1/4 1/4 Section NWSE 8	Township 17S	Range 30E	Meridian NMP	County EDDY	State NM
Site Name	Well or Facility	1/4 1/4 Section	Township	Range	Meridian	County	State

THE FOLLOWING VIOLATION WAS FOUND BY BUREAU OF LAND MANAGEMENT INSPECTORS ON THE DATE AND AT THE SITE LISTED ABOVE

Date	Time (24 - hour clock)	Violation	Gravity of Violation
03/10/2011	14:00	Onshore Order No 2.III.B.1.f.	MINOR
Corrective Action To Be Completed By	Date Corrected	Assessment for Noncompliance	Assessment Reference
03/11/2011	03/10/2011		43 CFR 3163.10)

Remarks

Surface casing shall have centralizers on the bottom 3 joints of the casing (a minimum of 1 centralizer per joint starting with the shoe joint). Installation of casing centralizers not entered into Drillers Log. Document the installation of centralizers in the Drillers Log.

When violation is corrected, sign this notice and return to above address.

Company Representative Title	Reg. Coordinator	Signature	Wm. Carter Stanley	Date	3/21/11
Company Comments A Sundry notice of subsequent report was filed with BLM through WIS system reporting the use of 30 centralizers in this drill process					

WARNING

Incidents of Noncompliance correction and reporting timeframes begin upon receipt of this Notice or 7 business days after the date it is mailed, whichever is earlier. Each violation must be corrected within the prescribed time from receipt of this Notice and reported to the Bureau of Land Management office at the address shown above. Please note that you already may have been assessed for noncompliance (see amount under "Assessment for Noncompliance"). If you do not comply as noted above under "Corrective Action To Be Completed By" you may incur an additional assessment under (43 CFR 3163.1) and may also incur Civil Penalties (43 CFR 3163.2). All self-certified corrections must be postmarked no later than the next business day after the prescribed time for correction.

Section 109(d)(1) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3163.2(f)(1), provides that any person who "knowingly or willfully" prepares, maintains, or submits, false, inaccurate, or misleading reports, notices, affidavits, record, data, or other written information required by this part shall be liable for a civil penalty of up to \$25,000 per violation for each day such violation continues, not to exceed a maximum of 20 days.

REVIEW AND APPEAL RIGHTS

A person contesting a violation shall request a State Director review of the Incidents of Noncompliance. This request must be filed within 20 working days of receipt of the Incidents of Noncompliance with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

Signature of Bureau of Land Management Authorized Officer Michael Gilbreath	Date 3/11/11	Time 15:35
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FOR OFFICE USE ONLY

Number 23	Date	Assessment	Penalty	Termination
Type of Inspection DI				

6666

March 21, 2011

Mr. Michael Gilbreath
BLM
Carlsbad District Office
620 E. Greene St.
Carlsbad, New Mexico 88220

RE: NOI Gissler B 67

Dear Mr. Gilbreath:

Please find enclosed our response to a Notice of Incident of Noncompliance received March 18, 2011 from your office. I have filled out the required information and enclosed a copy of the reports needed to show we were in compliance during the drilling process. It was an oversight on my part that this information was excluded on the completion report.

I hope this will put us in compliance regarding this issue. If not, please let me know what further action is required.

Sincerely,



Mary Carter Starkey
Regulatory Coordinator

Bureau of Land Management
RECEIVED

MAR 23 2011

Carlsbad Field Office
Carlsbad, N.M.