



New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Joanna Prukop
Cabinet Secretary
Reese Fullerton
Deputy Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



Administrative Order PLC-321
January 5, 2009

Burnett Oil Company, Inc.
801 Cherry Street
Suite 1500
Fort Worth, Texas 76102-6869

Attention: Mr. James H. Arline

Burnett Oil Company, Inc. ("Burnett") is hereby authorized to surface commingle production from the following-described pools within the following-described area (hereinafter referred to as the Gissler B5 Tank Battery), in Eddy County, New Mexico:

<u>Pool Name</u>	<u>Pool Code</u>
Grayburg San Andres Pool	(28509)
Loco Hills Glorieta Yeso Paddock Pool	(96718)

Gissler B5 Tank Battery
Township 17 South, Range 30 East, NMPM
Section 8: All (less Unit D)

This area contains all of Federal Leases No. NM-2748 and NM-05067 and also currently contains three (3) wells that are singly completed within the Grayburg San Andres Pool, or the Loco Hills Glorieta Yeso Paddock Pool.

Gissler B Well No. 13 (API 30-015-21104) Unit M, S8, T17S, R30E, NMPM, in Eddy County, New Mexico.
40 acre dedication: Grayburg San Andres Pool

Gissler B Well No. 39 (API 30-015-36575) Unit G, S8, T17S, R30E, NMPM, in Eddy County, New Mexico.
40 acre dedication: Loco Hills Glorieta Yeso Paddock Pool

Gissler B Well No. 41 (API 30-015-36271) Unit O, S8, T17S, R30E, NMPM, in Eddy County, New Mexico.
40 acre dedication: Loco Hills Glorieta Yeso Paddock Pool

Each of these wells plus Four (4) others, Gissler B Well No. 42, Gissler B Well No. 45, Gissler B Well No. 46, and Gissler B Well No. 47 have a separate flowlines to the Gissler B5 Tank Battery header to allow for individual well testing and measurement.

The Gissler B Well No. 39 is approved for off-lease storage at the Gissler B5 Tank Battery.

All wells within the area are currently operated by Burnett Oil Company, Inc. and all the interest ownership for this lease is exactly the same.



Additional existing or future drilled wells can be added to the commingling authority granted by this order without additional application or notice to interest owners provided that:

- a) the well(s) are located within Federal lease No. NM2748 or Federal lease No. NM05067; **and**
- b) the well(s) produce from the two pools approved by this order.

To obtain approval to add wells, Burnett Oil Company, Inc. shall file a C-103 (Sundry Notice) with the Santa Fe and Artesia Offices of the Division that describe the well(s) to be included. Additional notice may be required by the Bureau of Land Management.

It is the responsibility of the producer to insure the installation is installed and operated in accordance with the applicable Division Rules and Regulations. It is also the responsibility of the producer to notify the transporter of this commingling authority. The operator shall notify the Artesia district office of the Division upon commencement of commingling operations.

The operator shall notify the Artesia district office of the Division upon commencement of commingling operations.

This order is approved as of the date shown above.


MARK E. FESMIRE, P.E.,
Division Director

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cc: Oil Conservation Division – Artesia
Bureau of Land Management – Carlsbad