

DATE IN <b>8.16.10</b>	SUSPENSE	ENGINEER <b>D.B.</b>	LOGGED IN <b>8.16.10</b>	TYPE <b>NSL</b>	APP NO. <b>1022847513</b>
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PTGW

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION  
 - Engineering Bureau -  
 1220 South St. Francis Drive, Santa Fe, NM 87505



Burnett Oil  
 3080  
 Gissler "B" #61

**ADMINISTRATIVE APPLICATION CHECKLIST**

~~30-015-24965~~

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

30-ds-37675

**Application Acronyms:**

- [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
- [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
- [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
- [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
- [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
- [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

- [1] **TYPE OF APPLICATION** - Check Those Which Apply for [A]
- [A] Location - Spacing Unit - Simultaneous Dedication  
 NSL  NSP  SD
- Check One Only for [B] or [C]
- [B] Commingling - Storage - Measurement  
 DHC  CTB  PLC  PC  OLS  OLM
- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
 WFX  PMX  SWD  IPI  EOR  PPR
- [D] Other: Specify \_\_\_\_\_
- [2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or  Does Not Apply
- [A]  Working, Royalty or Overriding Royalty Interest Owners
- [B]  Offset Operators, Leaseholders or Surface Owner
- [C]  Application is One Which Requires Published Legal Notice
- [D]  Notification and/or Concurrent Approval by BLM or SLO  
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E]  For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F]  Waivers are Attached

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[3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Mary Carter Starkey Mary Carter Starkey Regulatory Coordinator 9/13/10  
 Print or Type Name Signature Title Date  
 mcstarkey@burnettoil.com  
 e-mail Address



August 12, 2010

New Mexico Oil Conservation Division  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87504

Attn: Engineering Department

Re: Gissler B #61  
Unit K, 1486' FSL, 2300' FWL  
SEC.11, T17S, R30E- Eddy County, New Mexico

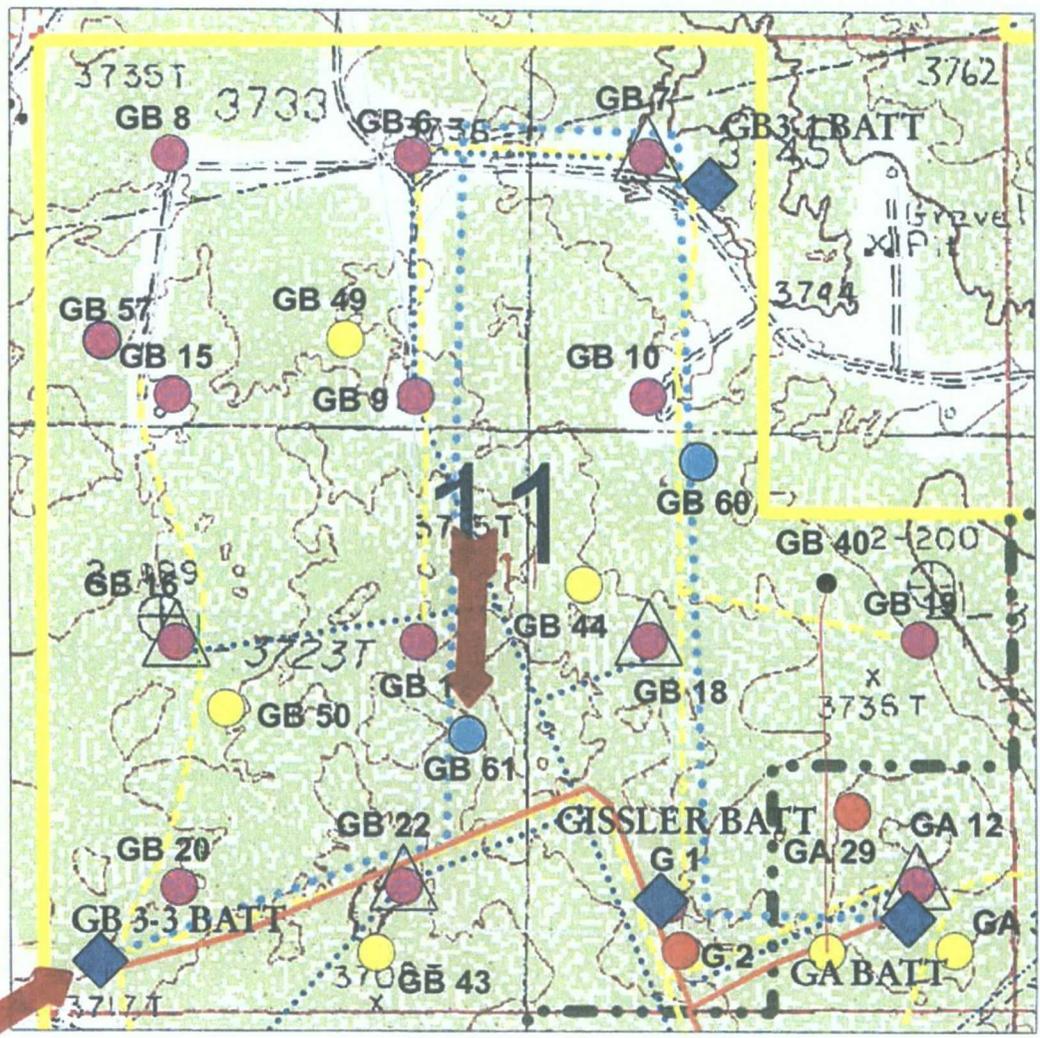
Gentlemen:

Burnett Oil Co., Inc. respectfully request an exception without notice and hearing to NMOCD Rule 104 for the Gissler B #61 new drill (Loco Hills Glorieta Yeso) well. Our original spot of 1650' from the South line for a standard location was moved by order of the Bureau Of Land Management at the time of staking. The attached plat shows we are the Operator of Record for all the wells on all sides of this well site. **All of the interest ownership for this entire lease is exactly the same.** AFE approval letter from the working interest owners are included for your easy reference.

Please contact the undersigned if you should need any more information or have any question.

Yours truly,

Mary Carter Starkey  
Regulatory Coordinator



**Well Names**

- GA = Gissler A
- GB = Gissler B
- SA = Stevens A
- SB = Stevens B
- GJSA = Grayburg Jackson San Andres
- JA = Jackson A
- JB = Jackson B

<p>Burnett Oil Co., Inc. <i>6666</i></p>		
<p>Gissler B61 Proposed Well Location (Map Reflects Burnett Operated Wells Only) Eddy County, New Mexico</p>		
<p>Author: C Kecton, Eng Tech</p>	<p>Date: December 10, 2009</p>	
<p>Scale: 1" = 1,000'</p>		

GISSLER B #61  
SURFACE EXHIBIT B

**Gissler B61**  
**T17S, R30E, Sect 11, Unit J, NM2748**  
**1486' FSL, 2300' FWL, GB 3-3 Battery**  
**Lat/Long: 32.845711, -103.943182**

DISTRICT I  
1825 N. French Dr., Hobbs, NM 88240

DISTRICT II  
1301 W. Grand Avenue, Artesia, NM 88210

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV  
1220 S. St. Francis Dr., Santa Fe, NM 87506

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-102  
Revised October 15, 2009

Submit one copy to appropriate  
District Office

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, New Mexico 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

AMENDED REPORT

API Number 30-015- <del>24963</del> <sup>37675</sup>	Pool Code 96718	Pool Name LOCO HILLS GLORIETA YESO
Property Code 002389	Property Name GISSLER "B"	Well Number 61
OGRID No. 3080	Operator Name BURNETT OIL COMPANY, INC.	Elevation 3717'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	11	17 S	30 E		1486	SOUTH	2300	WEST	EDDY

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

<p><b>SURFACE LOCATION</b>          Lat - N 32.845711454°          Long - W 103.943182348°          NMSPC - N 671602.309          E 619821.890          (NAD-27)</p>	<p><b>OPERATOR CERTIFICATION</b></p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>Mark A. Jacoby</i>          Signature _____ Date _____</p> <p>MARK A JACOBY          Printed Name _____</p>
	<p><b>SURVEYOR CERTIFICATION</b></p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>JANUARY 12 2010          Date Surveyed _____</p> <p><i>[Signature]</i>          Signature of _____          Professional Surveyor</p> <p><b>NEW MEXICO</b>          PROFESSIONAL SURVEYOR          7977</p>
	<p>Certificate No. Gen L. Jones 7977</p>
	<p>BASIN SURVEYS</p>

401-19A



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February 4, 2010

Yates Petroleum Corporation  
105 South Fourth Street  
Artesia, New Mexico 88210  
Attn: Land Department.

Re: Gissler B #61 Federal Lease NMNM2748  
Unit G, 1486' FSL, 2300' FWL C-004  
SEC. 11, T17S, R30E- Eddy County, New Mexico

Gentlemen:

We propose to drill and complete this referenced new well to test the Loco Hills Glorieta Yeso formation. The location was to be a standard forty (40) acre tract in this section. **We plan to pipe this production through a separate flow line into the existing on-lease Pool commingled Gissler B#3-3 Tank Battery in Section 11 on this federal lease. All production in this battery is allocated based on periodic individual well test.**

We request your approval on behalf of Yates Drilling, Abo Petroleum, Myco Industries and Yates Petroleum to complete this work. **Please signify your approval for all this work by signing a copy of this letter and the enclosed AFE #2068 and returning them as soon as possible.** A copy of the unapproved APD is enclosed for you file.

Please contact our Mr. Mark Jacoby or the undersigned if you need additional information.

Yours truly,

*James H. Arline*  
James H. Arline  
Materials Coordinator

Approve new well ~~\_\_\_\_\_~~

Yates Petroleum Corporation	18.055600%
Yates Drilling Company	3.094200%
Abo Petroleum Corporation	3.094300%
Myco Industries, Inc.	3.094300%

*Carolyn Bulovas Yates* Date: 2-18-2010  
By: Carolyn Bulovas Yates  
Title: Reservoir Engineering Manager

**ENGINEERING MANAGER**  
**DATE 2-16-2010**