

DATE IN <u>3.3.11</u>	SUSPENSE	ENGINEER <u>DKB</u>	LOGGED IN <u>3.3.11</u>	TYPE <u>NSL</u>	APP NO. <u>1106257793</u>
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ITGW

ABOVE THIS LINE FOR DIVISION USE ONLY

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



Barnett Oil
 3080
 Gisser B #68

ADMINISTRATIVE APPLICATION CHECKLIST

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

6355

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]

Eddy

- [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

[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 2/14/11
Print or Type Name Signature Title Date
 mcstarkey@burnettoil.com
e-mail Address



February 16, 2011

RECEIVED OCD

2011 MAR -3 A 11: 09

New Mexico Oil Conservation Division
1220 South Saint Francis Drive
Santa Fe, New Mexico 87504
Attn: Engineering Department

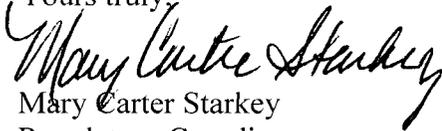
Re: Gissler B #68 Federal Lease NMNM074939
Unit L, 2475' FSL, 1240' FWL
SEC.14, T17S, R30E- Eddy County, New Mexico

Gentlemen:

Burnett Oil Co., Inc. respectfully request's an exception without notice and hearing to NMOCD Rule 104 for the Gissler B #68 new drill (Loco Hills Glorieta Yeso 96718) well. Our original spot for this location was moved by the Bureau of Land Management after sand dunes were found when trying to stake and survey the well. The attached plat shows our location of this well site on Federal Lease NMNM074939. All offset operators have been notified by mail of our application. A copy of our submitted 3160-3, plats are included for your easy reference. **NO API NUMBER HAS BEEN ASSIGNED TO THIS WELL ON THE WEB PAGE AS OF THIS DATE.**

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

Yours truly,



Mary Carter Starkey
Regulatory Coordinator

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

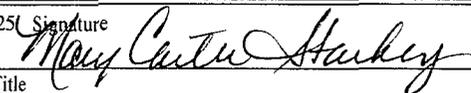
FORM APPROVED
OMB No. 1004-0137
Expires July 31, 2010

5a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		7. If Unit or CA Agreement, Name and No.	
1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		8. Lease Name and Well No. GISSLER B #68	
2. Name of Operator BURNETT OIL CO., INC.		9. API Well No. 30-015-	
3a. Address 801 Cherry St., Ste. 1500 Fort Worth, Texas 76102	3b. Phone No. (include area code) 817-332-5108	10. Field and Pool, or Exploratory loco Hills (Glor. Yeso)	
4. Location of Well (Report location clearly and in accordance with any State requirements.)* At surface Unit L, 2475" FSL, 1240' FWL At proposed prod. zone same as above		11. Sec., T. R. M. or Blk. and Survey or Area Sec. 14, 17S, 30E	
14. Distance in miles and direction from nearest town or post office* 6 miles East of Loco Hills, New Mexico		12. County or Parish Eddy	13. State NM
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 330'	16. No. of acres in lease 240	17. Spacing Unit dedicated to this well 40	
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 330'	19. Proposed Depth 6100	20. BLM/BIA Bond No. on file 00197	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3722'	22. Approximate date work will start* 03/04/2011	23. Estimated duration 15 days	

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, must be attached to this form:

- | | |
|--|---|
| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the BLM. |

25. Signature 	Name (Printed/Typed) Mary Carter Starkey	Date 02/07/2011
Title Regulatory Coordinator		
Approved by (Signature)	Name (Printed/Typed)	Date
Title	Office	

Application approval 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.
Conditions of approval, if any, are attached.

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.

DISTRICT I
1625 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 87505

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised July 16, 2010

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	Pool Code 96718	Pool Name LOCO HILLS (G.IOR. YESO)
Property Code	Property Name GISSLER "B"	Well Number 68
OGRID No. 03080	Operator Name BURNETT OIL COMPANY, INC.	Elevation 3691'

Surface Location

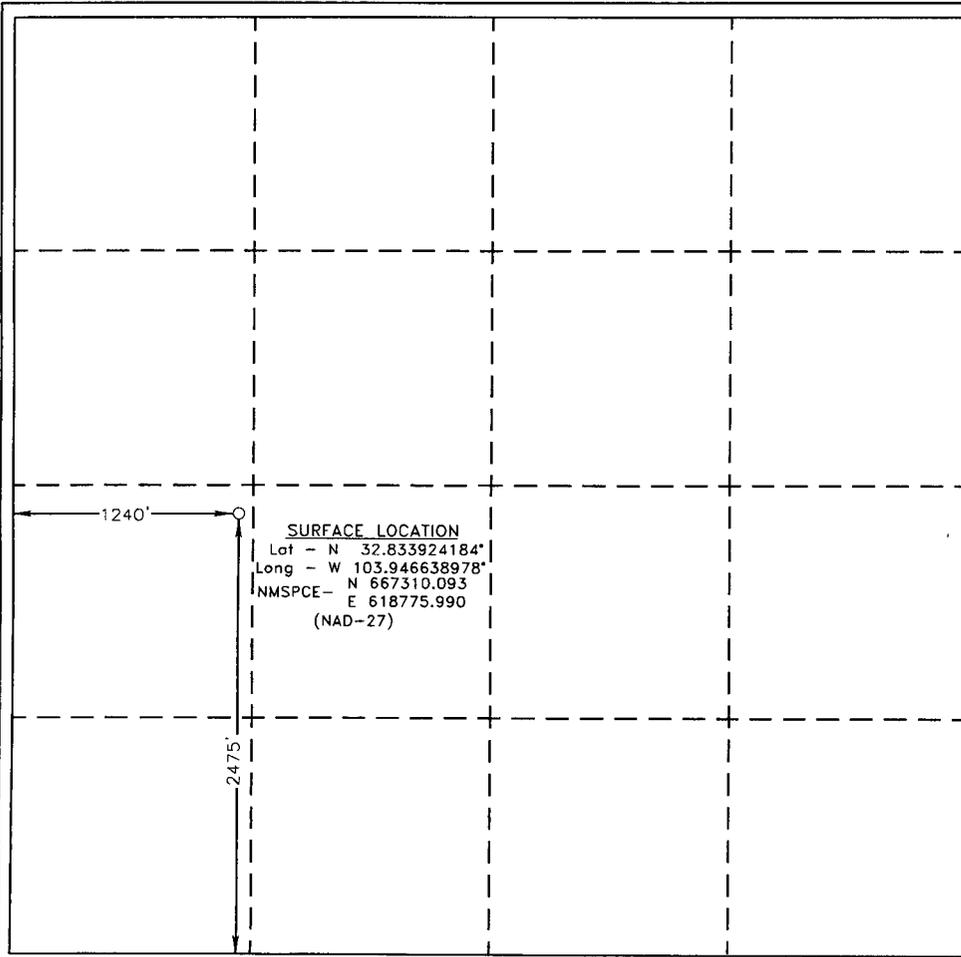
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	14	17 S	30 E		2475	SOUTH	1240	WEST	EDDY

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 40	Joint or Infill	Consolidation Code	Order No.
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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



OPERATOR CERTIFICATION

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.

Marjorie Starkey 2/14/11
Signature Date

marjorie starkey
Printed Name

marjorie@burnettoil.com
Email Address

SURVEYOR CERTIFICATION

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.

JANUARY 05
Date Surveyed

GARY L. JONES
Signature & Seal of Professional Surveyor

PROFESSIONAL LAND SURVEYOR
NEW MEXICO
No. 2041

Certificate No. Gary L. Jones 7977

BASIN SURVEYS 23941

STATEMENT OF NOTIFICATION

On February 17, 2011, the following parties were mailed a letter notifying each offset operator that Burnett Oil Co., Inc.'s made application with the New Mexico OCD for Non Standard Location for the Well Gissler B #68, Federal Lease NMNM074939, Unit L, 2475' FSL, 1240" FWL, Sec. 14, T17S, R30E, Eddy County, New Mexico.

OFFSET OPERATORS

Premier Oil & Gas Inc.
422 W. Main St.
Artesia, New Mexico 88210

COG Operating
550 W. Texas
Suite 1300
Midland, Texas 79701

*** * * CERTIFICATION * * ***

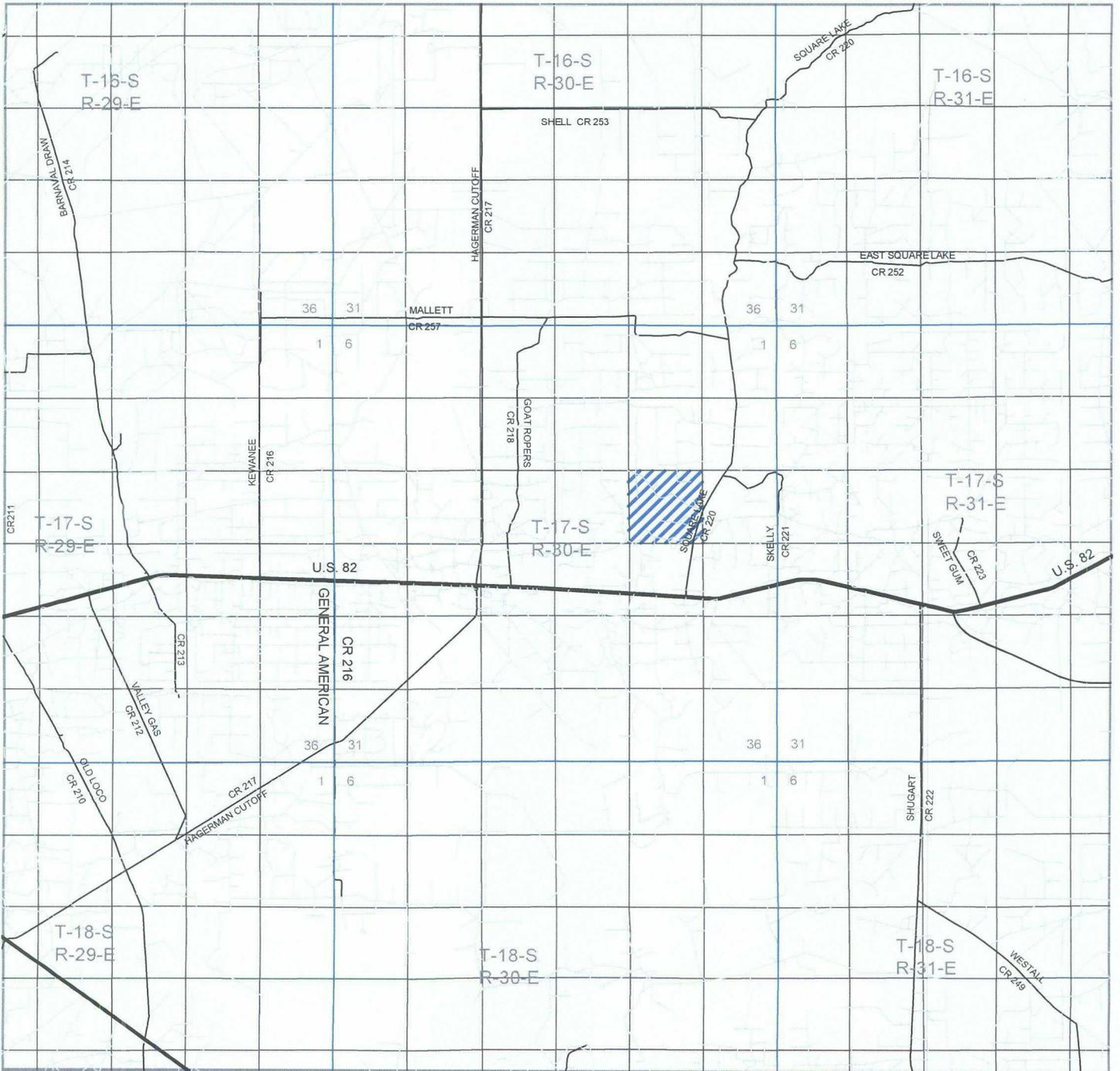
I declare that the data and facts stated therein are true, correct and complete to the best of my knowledge.

Signature: *Mary Curtis Starkey*

Date: *2/17/11*

Company: Burnett Oil Co., Inc.

Telephone: 817-332-5108



GISSLER "B" #68

Located 2475' FSL and 1240' FEL *Surface Ex A*
 Section 14, Township 17 South, Range 30 East,
 N.M.P.M., Eddy County, New Mexico.



focused on excellence
in the oilfield

P.O. Box 1786
 1120 N. West County Rd.
 Hobbs, New Mexico 88241
 (575) 393-7316 - Office
 (575) 392-2206 - Fax
 basinsurveys.com

W.O. Number: JMS 23941

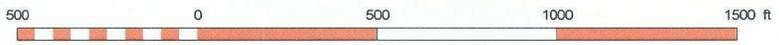
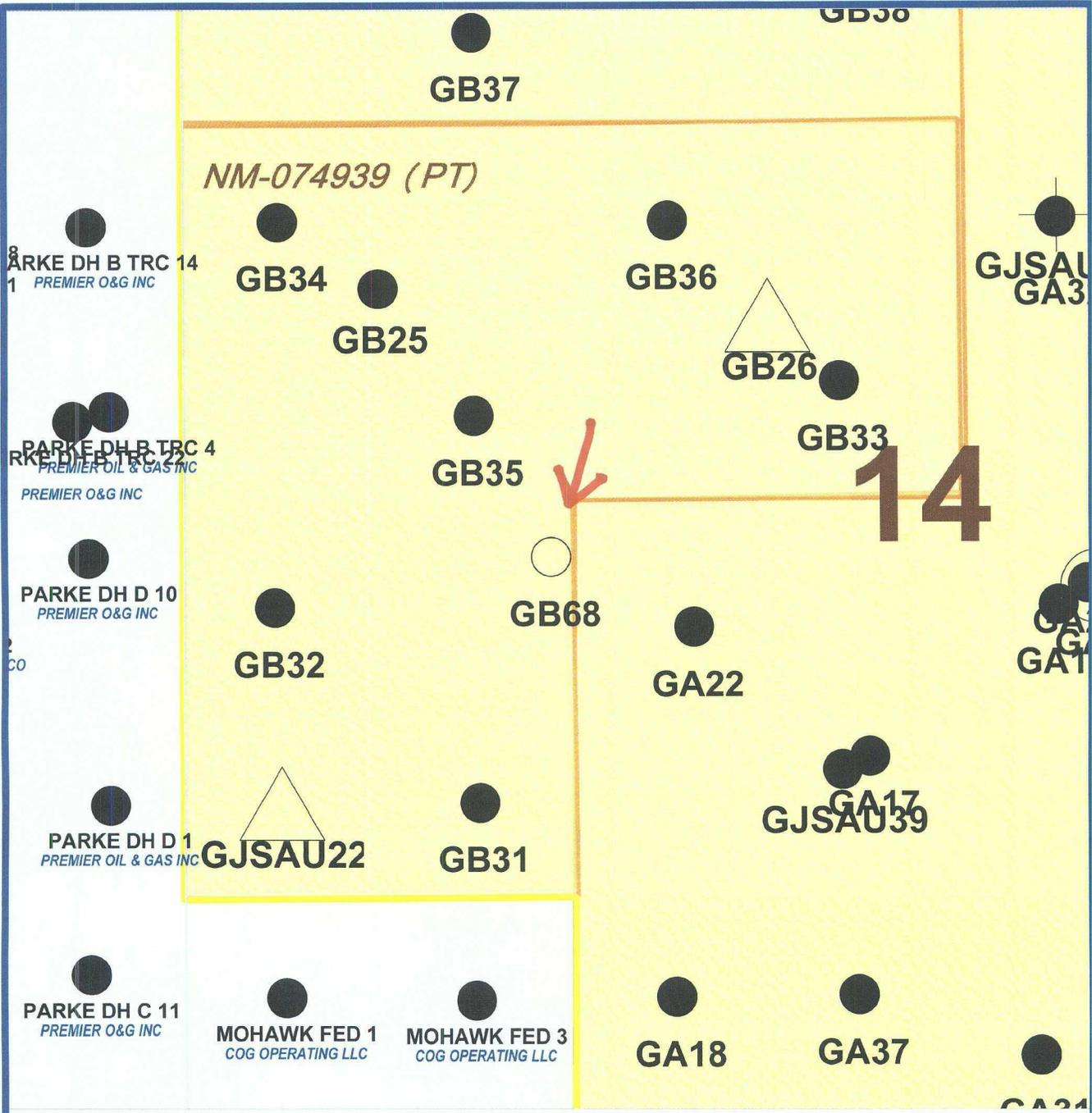
Survey Date: 01-05-2011

Scale: 1" = 2 Miles

Date: 02-08-2011



**BURNETT OIL
 COMPANY, INC.**



Well Status

-  INJ
-  LOC
-  OIL

Burnett Oil Co., Inc. 6666		
OFFSET WELLS Eddy County, New Mexico		
Author: CLK, Eng Tech		Date: Feb 17, 2011

Offset Operators