Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NMOCD Artesia

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

Expires, July 31, 20
Lease Serial No.
MultipleSee Attached

SUNDRY NOTICES AND REPORTS ON WELLS	
Do not use this form for proposals to drill or to re-enter an	ı
abandoned well. Use form 3160-3 (APD) for such proposals	S

6 If Indian Allottee or Tribe Nam

abandoned we	II. Use form 3160-3 (APD) fo	r such proposals.	0. 11 11	ndian, Allottee d	r i ribe Name
SUBMIT IN TRI	PLICATE - Other instruction	s on reverse side.	7. If U	init or CA/Agree IltipleSee Al	ement, Name and/or No.
Type of Well Oil Well □ Gas Well □ Oth	nor			l Name and No. ItipleSee Atta	ched
2. Name of Operator	Contact: 1 FS	LIE GARVIS		Well No.	
BURNETT OIL COMPANY IN	C E-Mail: lgarvis@burnett	oil.com	Mu	ItipleSee At	tached
3a. Address 801 CHERRY STREET UNIT FORT WORTH, TX 76102-68	9 Ph	Phone No. (include area code : 817-583-8730	10. Fid Mu	eld and Pool, or ItipleSee At	Exploratory tached
4. Location of Well (Fnotage, Sec., T	., R., M., or Survey Description)		11. Co	ounty or Parish, a	and State
Multiple-See Attached			ED .	DY COUNTY	, NM
12. CHECK APPE	ROPRIATE BOX(ES) TO INI	DICATE NATURE OF	NOTICE, REPORT	, OR OTHE	R DATA
TYPE OF SUBMISSION		ТҮРЕ О	F ACTION		
56 Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Sta	rt/Resume)	☐ Water Shut-Off
_	☐ Alter Casing	☐ Fracture Treat	□ Reclamation	•	■ Well Integrity
☐ Subsequent Report	Casing Repair	■ New Construction	☐ Recomplete	•	Other
☐ Final Abandonment Notice	☐ Change Plans	□ Plug and Abandon	☐ Temporarily Ab	andon	Venting and/or Flari ng
	□ Convert to Injection	□ Plug Back	■ Water Disposal	¥	
following completion of the involved testing has been completed. Final Ab determined that the site is ready for fi Burnett is requesting permissic 2016. We will only be flaring a metered and reported as per E We have previously received a location and an updated batter. The Gissler B 3-3 battery is loc 117S, R30E, SECTION 11, UN 441' FSL, 467' FWL LEASE: NMNM-2748	andonment Notices shall be filed onlinal inspection.) on to flare at the Gissler B 3-3 is needed (i.e during DCP mails.) BLM requirements. approval to install a flare at this y diagram showing the flare located at: NIT M, SWSW	y after all requirements, includ Battery from April throug intenance). All gas flared	ing reclamation, have be gh June i will be	NM OIL C ARTE	CEIVED
	Electronic Submission #33992 For BURNETT OIL C mitted to AFMSS for processing	COMPANY INC, sent to the by PRISCILLA PEREZ or	e Carlsbad n 05/24/2016 (16PP12	25SE)	
Name (Printed/Typed) LESLIE G	ARVIS	Title REGUL	ATORY COORDINA	ATOR	
Signature (Electronic S	ubmission)	Date 05/23/20	016		
	THIS SPACE FOR FI	EDERAL OR STATE	OFFICE USE		
Approved By DAVID R GLASS Conditions of approval, if any, are attached certify that the applicant holds legal or equi	table title to those rights in the subject	arrant or	UM ENGINEER		Date 06/22/2016
which would entitle the applicant to conduct Title 18 U.S.C. Section 1001 and Title 43 U	t operations thereon.	Office Carlsbac		denartment or a	gency of the United

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Additional data for EC transaction #339923 that would not fit on the form

5. Lease Serial No., continued

NMNM074939 NMNM2748

Wells/Facilities, continued

NMNM2748
NMNM2748
NMNM2748 NMNM2748 GISSLER B 15 30-015-22213-00-S1 Sec 11 T17S R30E SWNW 1980FNL 660FWL NMNM2748 NMNM2748 GISSLER B 24 30-015-25221-00-S1 Sec 11 T17S R30E SWNW 1980FNL 660FWL NMNM2748 NMNM2748 GISSLER B 24 30-015-25684-00-S1 Sec 14 T17S R30E NENW 660FNL 1980FWL NMNM2748 NMNM2748 GISSLER B 37 30-015-34688-00-S1 Sec 14 T17S R30E NENW 660FNL 1980FWL NMNM2748 NMNM2748 GISSLER B 38 30-015-344359-00-S1 Sec 14 T17S R30E NWNW 1010FNL 990FWL NMNM2748 NMNM2748 GISSLER B 43 30-015-344359-00-S1 Sec 14 T17S R30E SESW 330FSL 1800FWL NMNM2748 NMNM2748 GISSLER B 43 30-015-36415-00-S1 Sec 11 T17S R30E SESW 330FSL 1800FWL NMNM2748 NMNM2748 GISSLER B 60 30-015-36783-00-S1 Sec 11 T17S R30E NWSW 1650FSL 990FWL NMNM2748 NMNM2748 GISSLER B 61 30-015-37675-00-S1 Sec 11 T17S R30E NWSW 1486FSL 2300FWL NMNM2748 NMNM2748 GISSLER B 66 30-015-38975-00-S1 Sec 11 T17S R30E NESW L486FSL 2300FWL NMNM2748 NMNM2748 GISSLER B 69 30-015-38975-00-S1 Sec 11 T17S R30E NESW L01 C 380FNL 1800FWL NMNM2748 NMNM2748 GISSLER B 69 30-015-38975-00-S1 Sec 11 T17S R30E NESW L01 C 230FWL NMNM2748 NMNM2748 GISSLER B 70 30-015-39209-00-S1 Sec 11 T17S R30E NWSW 2160FSL 430FWL NMNM2748 NMNM2748 GISSLER B 70 30-015-39800-00-S1 Sec 11 T17S R30E NWSW 2160FSL 430FWL NMNM2748 NMNM2748 GISSLER B 77 30-015-39800-00-S1 Sec 11 T17S R30E NWSW 2160FSL 430FWL NMNM2748 NMNM2748 GISSLER B 77 30-015-39800-00-S1 Sec 11 T17S R30E SESW 1310FSL 2350FWL NMNM2748 NMNM2748 GISSLER B 77 30-015-39800-00-S1 Sec 11 T17S R30E SESW 1310FSL 2350FWL NMNM2748 NMNM2748 GISSLER B 82 30-015-39800-00-S1 Sec 11 T17S R30E SESW 1310FSL 2350FWL
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NMNM2748 NMNM2748 GISSLER B 84 30-015-39954-00-S1 Sec 11 T17S R30E SWSW 1180FSL 490FWL
NMNM2748 NMNM2748 GISSLER B 91 30-015-41001-00-S1 Sec 11 T17S R30E SESW 1265FSL 1626FWL
NMNM074939 NMNM074939 GISSLER B 101 30-015-42226-00-S1 Sec 14 T17S R30E SWNW 2630FNL 480FWL
32.834399 N Lat, 103.949112 W Lon
NMNM074939 NMNM074939 GISSLER B 106 30-015-42343-00-S1 Sec 14 T17S R30E SWNW 1650FNL 1090FWL
32.837093 N Lat, 103.947126 W Lon
NMNM074939 NMNM074939 GISSLER B 108 30-015-42229-00-X1 Sec 14 T17S R30E SENW 1760FNL 2205FWL
32.836791 N Lat, 103.943497 W Lon
NMNM074939 NMNM074939 GISSLER B 25 30-015-25685-00-S1 Sec 14 T17S R30E SWNW 1880FNL 760FWL
NMNM074939 NMNM074939 GISSLER B 31 30-015-32200-00-S1 Sec 14 T17S R30E NWSW 1650FSL 990FWL
NMNM074939 NMNM074939 GISSLER B 32 30-015-32754-00-S1 Sec 14 T17S R30E NWSW 2310FSL 330FWL
NMNM074939 NMNM074939 GISSLER B 33 30-015-33125-00-S1 Sec 14 T17S R30E SENW 2195FNL 2215FWL
NMNM074939 NMNM074939 GISSLER B 34 30-015-33517-00-S1 Sec 14 T17\$ R30E \$WNW 1650FNL 330FWL
NMNM074939 NMNM074939 GISSLER B 35 30-015-33495-00-S1 Sec 14 T17S R30E SWNW 2310FNL 990FWL
NMNM074939 NMNM074939 GISSLER B 36 30-015-34022-00-S1 Sec 14 T17S R30E SENW 1650FNL 1650FWL
NMNM074939 NMNM074939 GISSLER B 68 30-015-38976-00-S1 Sec 14 T175 R30E NWSW Lot L 2475FSL 1240FWL
NMNM074939 NMNM074939 GISSLER 8 89 30-015-40431-00-S1 Sec 14 T175 R30E NWSW 1700FSL 330FWL
NMNM2748 NMNM2748 GISSLER B 102 30-015-41545-00-S1 Sec 14 T175 R30E NWNW 990FNL 330FWL
32.838919 N Lat, 103.949551 W Lon

10. Field and Pool, continued

GRAYBURG
GRAYBURG JACKSON
GRAYBURG JACKSON SR-Q-GRBG-SA
LOCO HILLS
LOCO HILLS-GLORIETA-YESO
LOCO HILLS-PADDOCK
SQUARE LAKE
UNKNOWN

32. Additional remarks, continued

The following wells are associated with this battery: Gissler B 15 30-015-22213
Gissler B 20 30-015-25221
Gissler B 24 30-015-25684
Gissler B 25 30-015-25684
Gissler B 25 30-015-25685
Gissler B 30 30-015-32763
Gissler B 31 30-015-32200
Gissler B 32 30-015-32754
Gissler B 33 30-015-33125
Gissler B 34 30-015-33517
Gissler B 35 30-015-33495
Gissler B 36 30-015-34022
Gissler B 37 30-015-34088
Gissler B 38 30-015-34059
Gissler B 43 30-015-34688
Gissler B 43 30-015-36415
Gissler B 60 30-015-36775
Gissler B 61 30-015-38975
Gissler B 68 30-015-38976
Gissler B 68 30-015-38976
Gissler B 69 30-015-38976

32. Additional remarks, continued

Gissler B 70 30-015-39209 Gissler B 74 30-015-39580 Gissler B 77 30-015-39802 Gissler B 82 30-015-39803 Gissler B 84 30-015-39954 Gissler B 89 30-015-40431 Gissler B 91 30-015-41001 Gissler B 97 30-015-41276 Gissler B 102 30-015-42226 Gissler B 106 30-015-42343 Gissler B 108 30-015-42343 Gissler B 108 30-015-42343 Gissler B 109 30-015-42230

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 E. Greene Carlsbad, New Mexico 88220-6292 (575) 234-5972 Venting and/or Flaring Conditions of Approval

This field office has evaluated the attached Notice of Intent as a request for flaring/venting beyond NTL-4A allowable thresholds (reasons, timeframes, and volumes), and has determined the following Conditions of Approval apply.

Conditions of Approval to Flare Gas

- 1. Comply with NTL-4A requirements
- 2. Subject to like approval from NMOCD
- 3. Flared volumes are considered "avoidably lost" and will require payment of royalties. Volumes shall be reported on OGOR "B" reports as disposition code "08"
- 4. "Avoidably lost" flare volumes shall be metered due to their royalty bearing status. Install gas meter on vent/flare line to measure gas prior to venting/flaring operations if it is not equipped as such at this time.
- 5. Vent/flare gas metering to meet all requirements for a sales meter as per Federal Regulations, Onshore Order #5 and NTL 2008-01. Include meter serial number on sundry (form 3160-5).
- 6. This approval does not authorize any additional surface disturbance.
- 7. An updated facility diagram is required within 60 days of modifications to existing facilities per Onshore Order #3.
- 8. Approval not to exceed 90 days, if flaring is still required past 90 days submit new request for approval.
- 9. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared on a sundry form 3160-5.

Definition: As per NTL-4A II. A. "Avoidably lost" production shall mean the venting or flaring of produced gas without the prior authorization, approval, ratification, or acceptance of the Supervisor and the loss of produced oil or gas when the Supervisor determines that such loss occurred as a result of (1) negligence on the part of the lessee or operator, or (2) the failure of the lessee or operator to take all reasonable measures to prevent and/or to control the loss, or (3) the failure of the lessee or operator to comply fully with the applicable lease terms and regulations, appropriate provisions of the approved operating plan, or the prior written orders of the Supervisor, or (4) and combination of the foregoing.

43CFR3162.7-1 (a) The operator shall put into marketable condition, if economically feasible, all oil, other hydrocarbons, gas and sulphur produced from the leased land.

43CFR3162.1 (a) The operating rights owner or operator, as appropriate, shall comply with applicable laws and regulations; with the lease terms, Onshore Oil and Gas Orders, NTL's; and with other orders and instructions of the authorized officer. These include, but are not limited to, conducting all operations in a manner which ensures the proper handling, measurement, disposition, and site security of leasehold production; which protects other natural resources and environmental quality; which protects life and property; and which results in maximum ultimate economic recovery of oil and gas with minimum waste and with minimum adverse effect on ultimate recovery of other mineral resources.