Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NMOCD Artesia

FORM	APP	RO	VED
OMB N	O. R	1()4	0135
Evnires	fulv	31	2016

OMB NO	. 1004-013:
 Expires: Ju	ily 31, 201

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an			Lease Serial No. NMNM2748 If Indian, Allottee or Tribe Name			
abandoned well. Use form 3160-3 (APD) for such proposals.						
SUBMIT IN TRIPLICATE - Other instructions on reverse side.					7. If Unit or CA/Agreement, Name and/or No. NMNM123022	
Type of Well Gas Well □ Otl	ier				8. Well Name and No. MultipleSee Atta	
2. Name of Operator BURNETT OIL COMPANY IN	Contact:	LESLIE GARV	IS .		9. API Well No. MultipleSee A	ttached
3a, Address 801 CHERRY STREET UNIT 9 FORT WORTH, TX 76102-6881 3b. Phone No. (include area code) Ph: 817-583-8730)	10. Field and Pool, or MultipleSee A	
4. Location of Well (Footage, Sec., 7	, R., M., or Survey Description)			11. County or Parish,	and State
MultipleSee Attached					EDDY COUNTY	Y, NM
12. CHECK APPR	ROPRIATE BOX(ES) TO) INDICATE N	ATURE OF 1	NOTICE, RE	PORT, OR OTHE	R DATA
TYPE OF SUBMISSION			TYPE OI	FACTION ·	•	-
- Nector of Large	☐ Acidize	☐ Deeper	1	☐ Production	on (Start/Resume)	☐ Water Shut-Off
■ Notice of Intent	☐ Alter Casing	Fractui	e Treat	☐ Reclama	ion	■ Well Integrity
☐ Subsequent Report	☐ Casing Repair	☐ New C	onstruction	☐ Recompl	ete ·	Other
☐ Final Abandonment Notice	☐ Change Plans	— Plug ar	nd Abandon'	☐ Tempora	rily Abandon	Venting and/or Flari
	Convert to Injection	Plug B		☐ Water Di	_	ng
following completion of the involved testing has been completed. Final Abdetermined that the site is ready for fit. Burnett is requesting permissing 2016. We will only be flaring a metered and reported as per E. We have previously received a location and an updated batter.	andonment Notices shall be file nat inspection.) on to flare at the Gissler E as needed (i.e during DCF BLM requirements. approval to install a flare a by diagram showing the flare	ed only after all request only after all request of the second of the se	uirements, includ The July through All gas flared	ing reclamation, h September	have been completed, a	5-37240
The Gissler B 3-1 battery is local T17S, R 30 E, SECTION 11, U	cated at: JNIT B, NWNE					SIA DISTRICT
Approx: 765' FNL, 1857' FEL LEASE: NMNM-2748	Acc	epted Fo	r Recor	·d	JUL	25 2016
		NMO	ED AB	<u> 1121116</u>	RE	CEIVED
14. I hereby certify that the foregoing is	Electronic Submission #3	39968 verified b	y the BLM Wel	i information	System	
Com	For BURNETT mitted to AFMSS for proce	OIL COMPANY II ssing by PRISCI			(6PP1239SE)	
Name (Printed/Typed) LESLIE G	•			ATORY COC	. •	
Signature (Electronic S	ubmission)	. D	ate 05/23/20	016	•	
	THIS SPACE FO	R FEDERAL	OR STATE (OFFICE US	Ē	
Approved By DAVID R GLASS			itlePETROLE	UM ENGINEI	R	Date 06/22/2016
onditions 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.

which would entitle the applicant to conduct operations thereon.

Office Carlsbad

Additional data for EC transaction #339968 that would not fit on the form

Wells/Facilities, continued

Agreement	Lease	Well/Fac Name, Number	API Number	Location
NMNM2748	NMNM2748	GISSLER B 51	30-015-37240-00-S1	Sec 11 T17S R30E NWNE 990FNL 1650FEL
NMNM2748	NMNM2748	GISSLER B 10	30-015-04123-00-S1	Sec 11 T17S R30E SWNE 1980FNL 1980FEL
NMNM2748	NMNM27481	GISSLER B 105	30-015-42047-00-\$1	Sec 11 T17S R30E SENW 2190FNL 1345FWL 32,850135 N Lat. 103,946289 W Lon
NMNM2748	NMNM2748	GISSLER B 111	30-015-42312-00-X1	Sec 11 T17S R30E SWNE 2100FNL 1980FEL
A 14 4 A 14 4 O T 4 O	A III 4A II 467 46	01001 50 0 43	00 045 04000 00 04	32.850391 N Lat, 103.939926 W Lon
NMNM2748	NMNM2748	GISSLER B 17	30-015-24963-00-S1	Sec 11 T17S R30E NESW 1980FSL 1980FWL
NMNM2748	NMNM2748	GISSLER B 19	30-015-25222-00-S1	Sec 11 T17S R30E NESE 1908FSL 510FEL
NMNM2748	NMNM2748	GISSLER B 44	30-015-36380-00-S1	Sec 11 T17S R30E NWSE 2310FSL 2310FEL
NMNM2748	NMNM2748	GISSLER B 49	30-015-36824-00-\$1	Sec 11 T17S R30E NWSE 1650FNL 1650FWL
•				32.851750 N Lat, 103.945898 W Lon
NMNM2748	NMNM2748	GISSLER B 55	30-015-37243-00-S1	Sec 11 T17S R30E NWSE 2475FSL 2475FEL
NMNM2748	NMNM2748	GISSLER B 57	30-015-37493-00-S1	Sec 11 T17S R30E SWNW 1650FNL 330FWL
NMNM2748	NMNM2748	GISSLER B 6	30-015-04119-00-81	Sec 11 T17S R30E NENW 660FNL 1980FWL
NMNM2748	NMNM2748	GISSLER B 60	30-015-37676-00-S1	Sec 11 T17S R30E NWSE 2310FNL 1690FEL
NMNM2748	NMNM2748'	GISSLER B 73	30-015-39362-00-S1	Sec 11 T17S R30E NWNW 640FNL 710FWL
NMNM2748	NMNM2748	GISSLER B 83	30-015-40437-00-S1	Sec 11 T17S R30E NWNW 470FNL 727FWL
NMNM2748	NMNM2748	GISSLER B 85	30-015-40726-00-S1	Sec 11 T17S R30E NWNE 1105FNL 2590FEL
NMNM2748	NMNM2748	GISSLER B 86	30-015-40530-00-S1	Sec 11 T17S R30E NWNE 313FNL 2485FEL
NMNM2748	NMNM2748	GISSLER B 87	30-015-40697-00-S1	Sec 11 T17S R30E NENW 419FNL 1507FWL
NMNM2748	NMNM2748	GISSLER B 88	30-015-40847-00-S1	Sec 11 T17S R30E NESE 1650FSL 330FEL
NMNM2748	NMNM2748	GISSLER B 90	30-015-41114-00-S1	Sec 11 T17S R30E NWSE 1500FSL 1610FEL
NMNM2748	NMNM2748	GISSLER B 96	30-015-41367-00-S1	Sec 11 T17S R30E SESW 2510FNL 2310FWL
14141141414141	141MIAINT 140	GIOGEEN D 30	30-013-41307-00-31	32.849259 N Lat, 103.943147 W Lon
NMNM123022	NMLC029338A	GISSLER B 40	30-015-36034-00-S1	Sec 11 T17S R30E NESE 2310FSL 990FEL

10. Field and Pool, continued

LOCO HILLS LOCO HILLS-GLORIETA-YESO SQUARE LAKE UNKNOWN

32. Additional remarks, continued

The following wells are associated with this battery: Gissler B 10 30-015-04123 Gissler B 6 30-015-04119 Gissler B 17 30-015-24963 Gissler B 19 30-015-25222 Gissler B 19 30-015-25222 Gissler B 40H 30-015-36034 Gissler B 44 30-015-36380 Gissler B 49 30-015-36824 Gissler B 51 30-015-37240 Gissler B 55 30-015-37243 Gissler B 57 30-015-37493 Gissler B 60 30-015-37676 Gissler B 73 30-015-39362 Gissler B 83 30-015-40437

Gissler B 73 30-015-39362 Gissler B 83 30-015-40437 Gissler B 85 30-015-40726 Gissler B 86 30-015-40530 Gissler B 87 30-015-40697 Gissler B 88 30-015-40147 Gissler B 90 30-015-411367

Gissler B 96 30-015-41367

Gissler B 105 30-015-42047 Gissler B 111 30-015-42312

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.