UNITED STATES DEPARTMENT OF THE INTERIOR

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

SUNDRY NOTICES AND REPORTS ON WELLS Po not use this form for proposals to drill or to re-enter an				Lease Serial No.	July 31, 2010
				NMLC029339A 6. If Indian, Allottee or Tribe Name	
Type of Well				8. Well Name and No. JACKSON A 23	
☑ Oil Welt ☐ Gas Well ☐ Other				·	
Name of Operator Contact: LESLIE GARVIS BURNETT OIL COMPANY INC E-Mail: Igarvis@burnettoil.com				9. API Well No. 30-015-32114-00-S1	
3a. Address 801 CHERRY STREET UNIT FORT WORTH, TX 76102-68	3b. Phone No. (include area code) Ph: 817-583-8730		10. Field and Pool, or Exploratory CEDAR LAKE		
4. Location of Well (Footage, Sec., T	, —		11. County or Parish, and State		
Sec 24 T17S R30E NWNE 50		EDDY COUNTY, NM			
12. СНЕСК АРРЕ	ROPRIATE BOX(ES) TO	INDICATE NATURE OF N	OTICE, REP	ORT, OR OTHE	R DATA
TYPE OF SUBMISSION	TYPE OF ACTION				
Notice of Intent	Acidize	□ Deepen	Production	n (Start/Resume)	■ Water Shut-Off
	☐ Alter Casing	□ Fracture Treat	☐ Reclamation	on ·	■ Well Integrity
☐ Subsequent Report	Casing Repair	■ New Construction	☐ Recomple	te	Other Venting and/or Flari
☐ Final Abandonment Notice	Change Plans	Plug and Abandon	□ Temporari	porarily Abandon ng	
	Convert to Injection	Plug Back	■ Water Dis	posal	-
13. Describe Proposed or Completed Ope If the proposal is to deepen directions Attach the Bond under which the wor following completion of the involved testing has been completed. Final Ab- determined that the site is ready for fi	ally or recomplete horizontally, k will be performed or provide operations. If the operation re- bandonment Notices shall be fil- inal inspection.)	give subsurface locations and measur the Bond No. on file with BLM/BIA sults in a multiple completion or recor- ed only after all requirements, includi-	red and true vertion. Required subsempletion in a newing reclamation, I	cal depths of all pertin quent reports shall be v interval, a Form 316	ent markers and zones. filed within 30 days 0-4 shall be filed once
We will only be flaring as need reported as per BLM requirem	led (i.e during DCP maint	enance). All gas flared will be	metered and	bsequen	<i>t</i>
We have previously received a location and an updated batte	approval to install a flare a ry diagram showing the fl	at this are location is on file.	Office 1		•
The Jackson A battery is local T17S, R 30 E, SECTION 24, U Approx: 20' FNL, 1160' FEL LEASE: NMLC-029339A	JNIT A NEN HM OIL·C ARTES	DIA DISTRICT CO		CHED FO	
		2 5 2016 Accep	ted For	Record	Nul
14. I hereby certify that the foregoing is	# Electronic Submission # For BURNETT	SADUGE VERIFIED by the BLM Well OIL COMPANY INC, sent to the essing by PRISCILLA PEREZ on	Carlsbad 05/27/2016 (10	6P 1277SE)	
Name (Printed/Typed) LESLIE G	ARVIS	Title REGUL/	ATORY COOF	POINATOR	
Signature (Electronic S	ubmission)	Date 05/24/20	016	ACTION	
	THIS SPACE FO	R FEDERAL OR STATE (OFFICE USE	JUN 2 7 20	016/ 1/1/1
Approved By	<u> </u>	Title		while	Made W

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.

Conditions of approval, if any, are attached. Approval of this notice 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.

Office

Additional data for EC transaction #340068 that would not fit on the form

32. Additional remarks, continued

The following wells are associated with this battery: Jackson A 8 - 30-015-04137

Jackson A 10 - 30-015-04310

Jackson A 11 - 30-015-04310

Jackson A 17 - 30-015-3137

Jackson A 18 - 30-015-31358

Jackson A 20H - 30-015-31671

Jackson A 20H - 30-015-32034

Jackson A 22 - 30-015-32034

Jackson A 23 - 30-015-32034

Jackson A 24 - 30-015-32114

Jackson A 25 - 30-015-32114

Jackson A 26 - 30-015-32848

Jackson A 29 - 30-015-32848

Jackson A 31H - 30-015-33489

Jackson A 31H - 30-015-34000

Jackson A 36 - 30-015-34502

Jackson A 36 - 30-015-34502

Jackson A 36 - 30-015-35284

Jackson A 42 - 30-015-41004

Jackson A 49 - 30-015-41799

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

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.

Condition 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.