Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR

NMOCD Artesia

FORM APPROVED
OMB NO. 1004-0135
C 7-1-31 2014
Expires: hily 31, 2016

OM	BN	0.4	004-	013
Exp	res:	July	31,	201

BUREAU OF LAND MANAGEMENT						uly 51, 2010		
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an						5. Lease Serial No. NMNM2748		
abandoned well. Use form 3160-3 (APD) for such propo						6. If Indian, Allottee or	Trine Name	
SUBMIT IN TRIPLICATE - Other instructions on reverse side.						7. If Unit or CA/Agree NMNM123022	ment, Name and/or No.	
t. Type of Well ☐ Gas Well ☐ Oth	ner					8. Well Name and No. MultipleSee Attac	ched	
2. Name of Operator Contact: LESLIE GARVIS BURNETT OIL COMPANY INC E-Mail: lgarvis@burnettoil.com					•	9. API Well No. MultipleSee Att	ached ·	
3a. Address 801 CHERRY STREET UNIT FORT WORTH, TX 76102-68	9 881	3b. Phone No Ph: 817-58	o. (include area code) 33-8730 10. Field and Pool, or Exploratory MultipleSee Attached				xploratory ached	
4. Location of Well (Footage, Sec., T.).				11. County or Parish, a	nd State	
MultipleSee Attached					EDDY COUNTY	, NM		
12. CHECK APPR	ROPRIATE BOX(ES) TO	INDICATI	E NATURE	OF NO	TICE, RE	EPORT, OR OTHER	DATA	
TYPE OF SUBMISSION			ΤÝΙ	PE OF A	CTION			
Notice of Intent ■ Notice of Intent Notice of Inten	☐ Acidize	. 🗖 Dee	pen	C] Producti	ion (Start/Resume)	☐ Water Shut-Off	
_	Alter Casing	☐ Frac	cture Treat		Reclama	ation	■ Well Integrity	
☐ Subsequent Report	☐ Casing Repair	☐ Nev	w Constructio	on [Recomp	lete . ·	Other	
☐ Final Abandonment Notice	☐ Change Plans	□ Pluį	g and Abando	on [) Tempora	arily Abandon	Venting and/or Flaring	
`	Convert to Injection	Plug	g Back		Water D	isposal		
13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval. a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)								
Burnett is requesting permission to flare at the Gissler 3-1 battery from July through September 2016. We will only be flaring as needed (i.e during DCP maintenance). All gas flared will be metered and reported as per BLM requirements.								
We have previously received approval to install a flare at this location and an updated battery diagram showing the flare location is on file. NM OIL CONSERVATION ARTESIA DISTRICT								
The Gissler B 3-1 battery is located at: T17S, R 30 E, SECTION 11, UNIT B, NWNE Approx: 765' FNL, 1857' FEL JUL 2 9 2016								
Accepted For Record RECEIVED								
NMOCD AB 8/3/16								
14. I hereby certify that the foregoing is true and correct.								
Electronic Submission #340023 verified by the BLM Well Information System For BURNETT OIL COMPANY INC, sent to the Carlsbad Committed to AFMSS for processing by PRISCILLA PEREZ on 05/27/2016 (16PP1266SE)								
Name(Printed/Typed) LESLIE GARVIS					-	<u>=</u>		
Name(Printed/Typed) LESLIE GARVIS Title REGULATORY COORDINATOR								
Signature (Electronic Submission)				23/2016				

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.

_Approved By_DAVID_R GLASS __ · __ _

which would entitle the applicant to conduct operations thereon.

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

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

TitlePETROLEUM ENGINEER

Office Carlsbad

Date 06/22/2016

Additional data for EC transaction #340023 that would not fit on the form

Wells/Facilities, continued

Agreement	Lease	Well/Fac Name, Number	API Number	Location
NMNM2748	NMNM2748	GISSLER B 44	30-015-36380-00-S1	Sec 11 T17S R30E NWSE 2310FSL 2310FEL
NMNM2748	NMNM2748	GISSLER B 51	30-015-37240-00-S1	Sec 11 T17S R30E NWNE 990FNL 1650FEL
NMNM2748	NMNM2748	GISSLER B 10	30-015-04123-00-51	Sec 11 T17S R30E SWNE 1980FNL 1980FEL
NMNM2748	NMNM2748	GISSLER B 105	30-015-42047-00-S1	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
		•		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 49	30-015-36824-00-S1	Sec 11 T17S R30E NWSE 1650FNL 1650FWL
			•	32.851750 N Lat. 103.945898 W Lon
NMNM2748	NMNM2748	GISSLER B 55	30-015-37243-00-81	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 8 6	30-015-04119-00-S1	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-\$1	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	30-015-40847-00-51	Sec 11 T17S R30E NESE 1650FSL 330FEL
NMNM2748	NMNM2748	GISSLER B 90	30-015-41114-00-\$1	Sec 11 T17S R30E NWSE 1500FSL 1610FEL
NMNM2748	NMNM2748	GISSLER B 96	30-015-41367-00-S1	Sec 11 T17S R30E SESW 2510FNL 2310FWL
				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 44 30-015-36304

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 57 30-015-37493 Gissler B 60 30-015-37676 Gissler B 73 30-015-39362 Gissler B 83 30-015-40437 Gissler B 85 30-015-40726 Gissler B 86 30-015-40697 Gissler B 88 30-015-40897 Gissler B 89 30-015-41114

Gissler B 90 30-015-41114

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.