Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NMOCD Artema

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

5. Lease Serial No. NMLC029339A

SUNDRY NOTICES AND REPORTS ON WELLS

abandoned well. Use form 3160-3 (APD) for such proposals.				6. If Indian, Allottee	6. If Indian, Allottee or Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on page 2				7. If Unit or CA/Ag	7. If Unit or CA/Agreement, Name and/or No.	
1. Type of Well					8. Well Name and No. JACKSON A 23	
Oil Well				9. API Well No.		
BURNETT OIL COMPANY INC E-Mail: Igarvis@burnettoil.com				30-015-32114	-00-S1	
3a. Address 3b. Phone No. 801 CHERRY STREET UNIT 9 Ph: 817.58 FORT WORTH, TX 76102-6881 Ph: 817.58			code)		10. Field and Pool or Exploratory Area CEDAR LAKE	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)				11. County or Parisl	11. County or Parish, State	
Sec 24 T17S R30E NWNE 500FNL 1650FEL				EDDY COUN	ΓY, NM	
12. CHECK THE A	PPROPRIATE BOX(ES) TO	INDICATE NATUI	RE OF N	OTICE, REPORT, OR O	THER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION					
Notice of Intent ■ Notice of Intent Notice of Inten	☐ Acidize	□ Deepen	C	Production (Start/Resume)	☐ Water Shut-Off	
- .	☐ Alter Casing	☐ Hydraulic Fracturing		Reclamation	■ Well Integrity	
☐ Subsequent Report	□ Casing Repair	☐ New Construction	on [Recomplete	Other	
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug and Abando	on [Temporarily Abandon	Venting and/or Flari ng	
	☐ Convert to Injection	□ Plug Back		Water Disposal	-	
Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must 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 must be filed once testing has been completed. Final Abandonment Notices must 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 Jackson A battery from October through December 2017. 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. SEE ATTACHED FOR CONDITIONS OF APPROVAL The Jackson A battery is located at: T17S, R 30 E, SECTION 24, UNIT A, NENE Approx: 20' FNL, 1160' FEL LEASE: NMLC-029339A						
14. I hereby certify that the foregoing is true and correct. Electronic Submission #389757 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 09/26/2017 (17PP0932\$E) Name (Printed/Typed) LESLIE GARVIS Title REGULATORY MANAGER						
· · · · · · · · · · · · · · · · · · ·	 			APPROVED		
Signature (Electronic S	Submission)	Date 09	/25/2017		1 1/2	
THIS SPACE FOR FEDERAL OR STATE OFFICE USE 2018						
Approved By Conditions of approval, if any, are attache certify that the applicant holds legal or equivalent would entitle the applicant to conductive the applicant to conduct the applicant the applicant to conduct the applicant the applicant to conduct the applicant the applicant the applicant the applicant the applicant the applicant to conduct the applicant the app	uitable title to those rights in the subject operations thereon. U.S.C. Section 1212, make it a crime	ect lease Office	ly and will	REAU OF CANA MANAZEME CARL SEAD FIND OFFICE Ifully to make to any department	or agency of the United	
blaces any raise, nethious of fraudulent	succession of representations as to all	ij matici witilli ito julisu			/	

Additional data for EC transaction #389757 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 9 - 30-015-04309 / Jackson A 10 - 30-015-04310 / Jackson A 11 - 30-015-04137 / Jackson A 17 - 30-015-31358 / Jackson A 18 - 30-015-31670 / Jackson A 20H - 30-015-31670 / Jackson A 21 - 30-015-32034 / Jackson A 22 - 30-015-32066 / Jackson A 23 - 30-015-32067 / Jackson A 24 - 30-015-32067 / Jackson A 26 - 30-015-32848 / Jackson A 29 - 30-015-32848 / Jackson A 31H - 30-015-34000 / Jackson A 34 - 30-015-34000 / Jackson A 35 - 30-015-34502 / Jackson A 36 - 30-015-34502 / Jackson A 36 - 30-015-34502 / Jackson A 37 - 30-015-34502 / Jackson A 38 - 30-015-34502 / Jackson A 39 - 30-015-34502 / Jackson A 39 - 30-015-34502 / Jackson A 39 - 30-015-41004 / Jackson A 49 - 30-015-41799 / Jackson A 49

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

Condition of Approval to Flare Gas

- 1. Subject to like approval from NMOCD
- 2. Flared volumes are considered "avoidably lost" and will require payment of royalties. Volumes shall be reported on OGOR "B" reports as disposition code "08
- 3. Approval not to exceed 90 days, if flaring is still required past 90 days submit new request for approval.
- 4. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared on a sundry form 3160-5.
- 5. "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.
- 6. This approval does not authorize any additional surface disturbance.

43CFR §3162.7-1 Disposition of production.

- (a) The operator shall put into marketable condition, if economically feasible, all oil, other hydrocarbons, gas, and sulphur produced from the leased land.
- (d) The operator shall conduct operations in such a manner as to prevent avoidable loss of oil and gas. A operator shall be liable for royalty payments on oil or gas lost or wasted from a lease site, or allocated to a lease site, when such loss or waste is due to negligence on the part of the operator of such lease, or due to the failure of the operator to comply with any regulation, order or citation issued pursuant to this part.