

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires July 31, 1996

NOTICE OF PROPOSAL
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well ☒ Oil Well ☐ Gas Well ☐ Other	5. Lease Serial No. NMLC030570A
2. Name of Operator BURNETT OIL CO., INC.	6. If Indian, Allottee or Tribe Name
3a. Address 801 CHERRY STREET, SUITE 1500 UNIT #9 FORT WORTH, TEXAS, 76102	7. If Unit or CA/Agreement, Name and/or No.
3b. Phone No. (include area code) (817) 332-5108	8. Well Name and No. STEVENS A #13H
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) UNIT N, 330' FSL, 1650' FWL, SEC 13, T17S, R30E- SURF UNIT K, 2310' FSL, 1661' FWL, SEC 13, T17S, R30E- BH	9. API Well No. 30-015-34846
	10. Field and Pool, or Exploratory Area CEDAR LAKE, YESO
	11. County or Parish, State Eddy County, N.M.

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
☐ Notice of Intent	☐ Acidize ☐ Deepen ☒ Production (Start/Resume) ☐ Water Shut-Off
☒ Subsequent Report	☐ Alter Casing ☐ Fracture Treat ☐ Reclamation ☐ Well Integrity
☐ Final Abandonment Notice	☐ Casing Repair ☐ New Construction ☐ Recomplete ☐ Other NEW WELL
	☐ Change Plans ☐ Plug and Abandon ☐ Temporarily Abandon
	☐ Convert to Injection ☐ Plug Back ☐ Water Disposal

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 recompleat 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 recompleat 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.)

5/10-20/2007 Clean location, lay flowline to existing lease battery, install electricity for pump. 5/21/2007 MIRU, NU wellhead & BOP, tag DV tool @ 2604' & drill out, Test all to 1000# - ok. RIH w/ tbg, tag @ 6740', pull to 6531' & spot 2,700 gals 15% NeFe. 5/22 RIH w/tbg, hyd perf guns, perf @ 6521'-20', 6301'-00', 6081'-80', 5881'-80', 5711'-10', 5521'-20', 5201'-00' & 4901'-4900' - Total 96 holes @ 6 SPF. Spot acidize, POOH w/tbg & 5/23 ND BOP, NU frac valve. 5/24 RU Halco, frac down casing w/166,348 gals WF GR33 gel, 153,006 gals hot 20%HCL acid & 11,001 gals FW/flush. 5/25-28/2007 ND frac valve, NU wellhead, run ESP @ 4473' w/140 jts(4428') 2-7/8" 6.50# J55 tubing. Pumping to existing Stevens A commingled Lease Tank Battery @ 3:15 PM 5/29/2007.

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed) MARK A. JACOBY

Title ENGINEERING MANAGER

Signature

Date

6/5/2007

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

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

Title 18 U.S.C. Section 1001, makes 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.

(Instructions on reverse)



DRILLING INC. Oil Well Drilling Contractor

Post Office Box 160 • Artesia, NM 88211-0160 • Office (505) 748-8704 • Fax (505) 748-8719

May 3, 2007

RECEIVED

MAY 07 2007

Burnett Oil Co., Inc,
801 Cherry Street, Suite 1500
Fort Worth, Texas 76102

Re: Stevens A #13 H
Sec.13, T-17-S, R-30-E
Eddy Co., New Mexico

Attn: Mark Jacoby

The following is a Deviation Survey on the referenced well in Eddy County, New Mexico:

195' - 1/2 °	1437' - 1 °	2870' - 1 °	4271' - 2 1/4 °
476' - 1 °	1915' - 1/2 °	3310' - 1 1/4 °	4437' - 2 °
957' - 1 °	2391' - 3/4 °	3805' - 2 °	

Sincerely,

Gary W. Chappell
Contracts Manager

STATE OF NEW MEXICO)
COUNTY OF EDDY)



OFFICIAL SEAL
Jaime McDaniel
NOTARY PUBLIC-STATE OF NEW MEXICO

My commission expires: 07/08/09

The foregoing was acknowledged before me this 3rd day of May, 2007 by Gary W. Chappell.

MY COMMISSION EXPIRES

07/08/09

NOTARY PUBLIC

30-015-34846

SURVEYS.TXT

COMPANY NAME: SPERRY DRILLING SERVICES
 CUSTOMER NAME: BURNETT OIL COMPANY
 WELL: STEVENS A-13-H
 FIELD: STEVENS
 LOCATION: A-13-H
 JOB NUMBER: MO-MJ-5054388
 REFERENCE NORTH: GRID
 DATE PROCESSED: 04-MAY-2007, 14:09:02
 CORRECTION APPLIED IS 8.1 DEG (DEC: 8.3, Grid convergence angle: 0.2)

DISTANCE UNITS: FEET

VERTICAL SECTION ALONG 0.2 DEGREES

MEASURED DEPTH	INC	AZIMUTH	TRUE VERTICAL DEPTH	NORTH	EAST	VERTICAL SECTION	DOGLEG SEVERITY /100ft
* 4456.00	2.00	164.61	4454.80	-78.60	17.30		
4482.00	3.40	151.90	4480.77	-79.72	17.78	-79.66	5.82
4514.00	4.10	61.00	4512.72	-80.00	19.23	-79.94	16.77
4545.00	10.00	37.10	4543.48	-77.31	21.83	-77.24	20.86
4576.00	15.90	38.40	4573.68	-71.83	26.09	-71.75	19.05
4607.00	21.10	42.80	4603.07	-64.41	32.53	-64.30	17.36
4637.00	26.60	42.20	4630.50	-55.46	40.71	-55.33	18.35
4668.00	31.00	31.70	4657.67	-43.51	49.58	-43.36	21.58
4699.00	36.30	32.40	4683.47	-28.96	58.70	-28.78	17.14
4729.00	42.40	29.00	4706.66	-12.60	68.37	-12.39	21.56
4760.00	44.40	19.70	4729.21	6.77	77.10	7.01	21.58
4791.00	47.60	13.80	4750.75	28.11	83.49	28.37	17.14
4823.00	52.90	13.10	4771.20	52.03	89.21	52.31	16.65
4854.00	58.90	14.60	4788.58	76.94	95.36	77.24	19.76
4885.00	65.70	14.70	4802.98	103.48	102.30	103.80	21.94
4916.00	71.80	14.90	4814.21	131.40	109.68	131.74	19.69
4947.00	79.50	15.30	4821.89	160.37	117.50	160.74	24.87
4977.00	84.20	14.90	4826.14	189.04	125.23	189.43	15.72
5009.00	87.40	12.60	4828.48	220.03	132.81	220.45	12.30
5040.00	87.20	10.00	4829.94	250.39	138.88	250.83	8.40
5071.00	86.30	7.50	4831.70	280.98	143.59	281.43	8.56
5102.00	85.50	7.80	4833.92	311.63	147.71	312.09	2.76
5133.00	88.10	6.80	4835.65	342.32	151.64	342.80	8.98
5164.00	90.70	6.40	4835.97	373.11	155.20	373.60	8.49
5196.00	94.00	7.20	4834.66	404.86	158.98	405.35	10.61
5227.00	94.30	5.30	4832.41	435.59	162.35	436.10	6.19
5258.00	94.20	1.90	4830.12	466.44	164.29	466.95	10.94
5289.00	94.30	1.70	4827.82	497.34	165.26	497.86	0.72
5320.00	94.70	1.90	4825.39	528.23	166.23	528.75	1.44
5351.00	94.30	1.70	4822.95	559.12	167.20	559.64	1.44
5382.00	91.30	1.30	4821.44	590.07	168.01	590.59	9.76
5413.00	89.90	357.20	4821.12	621.05	167.61	621.58	13.97
5444.00	90.00	357.90	4821.14	652.03	166.28	652.54	2.28
5475.00	90.30	358.20	4821.06	683.01	165.23	683.52	1.37
5506.00	89.70	358.10	4821.06	713.99	164.23	714.50	1.96
5536.00	88.30	356.20	4821.59	743.95	162.74	744.45	7.87
5567.00	88.60	354.70	4822.42	774.84	160.28	775.34	4.93
5598.00	88.50	353.20	4823.21	805.65	157.01	806.14	4.85
5629.00	88.50	352.50	4824.02	836.40	153.16	836.88	2.26
5660.00	88.70	350.10	4824.78	867.03	148.47	867.50	7.77
5691.00	89.30	352.60	4825.32	897.67	143.81	898.12	8.29

SURVEYS.TXT

5723.00	89.60	353.90	4825.63	929.45	140.05	929.89	4.17
5754.00	89.10	349.60	4825.98	960.12	135.60	960.54	13.96
5785.00	88.50	349.90	4826.63	990.62	130.08	991.02	2.16
5816.00	88.70	350.40	4827.38	1021.15	124.78	1021.54	1.74
5847.00	88.90	350.00	4828.03	1051.69	119.51	1052.06	1.44
5877.00	88.90	349.40	4828.61	1081.20	114.14	1081.56	2.00
5908.00	89.10	349.50	4829.15	1111.68	108.47	1112.01	0.72
5939.00	89.10	349.80	4829.64	1142.17	102.90	1142.48	0.97
5970.00	89.30	349.30	4830.07	1172.65	97.28	1172.95	1.74
6001.00	89.20	349.20	4830.48	1203.10	91.50	1203.38	0.46
6032.00	89.20	349.00	4830.91	1233.54	85.63	1233.80	0.65
6064.00	89.30	348.10	4831.33	1264.90	79.28	1265.14	2.83
6095.00	89.70	350.00	4831.60	1295.33	73.39	1295.56	6.26
6126.00	89.80	350.20	4831.73	1325.87	68.07	1326.08	0.72
6157.00	90.20	349.80	4831.73	1356.40	62.68	1356.59	1.82
6188.00	90.50	351.10	4831.54	1386.97	57.54	1387.14	4.30
6218.00	90.60	349.60	4831.26	1416.54	52.51	1416.70	5.01
6249.00	90.80	349.60	4830.88	1447.03	46.91	1447.17	0.65
6279.00	89.50	350.00	4830.80	1476.56	41.60	1476.68	4.53
6310.00	89.60	350.50	4831.04	1507.11	36.35	1507.22	1.64
6343.00	90.10	351.00	4831.13	1539.68	31.05	1539.77	2.14
6373.00	89.10	353.30	4831.34	1569.39	26.95	1569.47	8.36
6405.00	88.50	355.00	4832.01	1601.22	23.69	1601.29	5.63
6435.00	88.80	356.40	4832.72	1631.13	21.44	1631.19	4.77
6466.00	89.20	354.90	4833.26	1662.03	19.09	1662.08	5.01
6498.00	89.50	354.90	4833.62	1693.90	16.25	1693.95	0.94
6528.00	89.00	357.10	4834.01	1723.82	14.15	1723.86	7.52
6559.00	89.20	358.80	4834.50	1754.80	13.05	1754.83	5.52
6622.00	89.10	359.00	4835.43	1817.78	11.84	1817.81	0.35
6658.00	89.30	359.70	4835.94	1853.78	11.43	1853.80	2.02
6714.00	90.00	359.70	4836.28	1909.77	11.13	1909.80	1.25
** 6784.00	90.00	359.70	4836.28	1979.77	10.77	1979.80	0.00

**Last Survey is an Extrapolation to the Bit $\overline{N}$ $\overline{E}$

Based on Minimum Curvature Calculations, the Bottom Hole Displacement is
1979.80 Feet along an Azimuth of 0.31 degrees