

# New Mexico Energy, Minerals and Natural Resources Department

**Bill Richardson**  
Governor

**Joanna Prukop**  
Cabinet Secretary  
**Reese Fullerton**  
Deputy Cabinet Secretary

MAR 14 2008  
**OCD-ARTESIA**

**Mark Fesmire**  
Division Director  
Oil Conservation Division



March 10, 2008

Burnett Oil Co., Inc.  
Attn: Mr. James H. Arline  
Burnett Plaza, Suite 1500  
801 Cherry St - Unit #9  
Fort Worth, TX 76102-6881

## Administrative Order NSL-5797

**Re: Gissler A Well No. 31**  
**API No. 30-015-36035**  
**Unit O, Section 14-17S-30E**  
**Eddy County**

Dear Mr. Arline:

Reference is made to the following:

(a) your application (**administrative application reference No. pKVR0804260348-**) submitted to the New Mexico Oil Conservation Division (the Division) in Santa Fe, New Mexico on February 11, 2008, and

(b) the Division's records pertinent to this request.

Burnett Oil Co., Inc. (Burnett) has requested to drill the above-referenced well at an unorthodox oil well location, 790 feet from the South line and 2380 feet from the East line (Unit O) of Section 14, Township 17 South, Range 30 East, N.M.P.M., in Eddy County, New Mexico. The SW/4 SE/4 of Section 14 will be dedicated to this well in order to form a standard 40-acre oil spacing unit in the Loco Hills-Glorieta/Yeso Pool (96718). This pool is governed by statewide Rule 104.B(1), which provides for 40-acre units, with wells located at least 330 feet from a unit outer boundary. This location is less than 330 feet from the western unit boundary.

Your application has been duly filed under the provisions of Division Rules 104.F and 1210.A(2).

It is our understanding that you are seeking this location in order to comply with United States Bureau of Land Management surface siting requirements.



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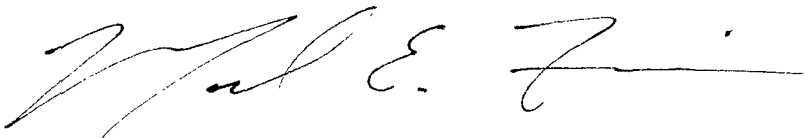
It is also understood that notice of this application to offsetting operators or owners is unnecessary because ownership of the unit towards which this location encroaches is identical to that of the subject unit.

Pursuant to the authority conferred by Division Rule 104.F(2), the above-described unorthodox location is hereby approved.

This approval is subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 40.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,

A handwritten signature in black ink, appearing to read 'Mark E. Fesmire', followed by a horizontal line.

Mark E. Fesmire, P.E.  
Director

MEF/db

cc: New Mexico Oil Conservation Division - Artesia  
United States Bureau of Land Management - Carlsbad

FEB 28 2008  
OCD-ARTESIA

30-015-36035

WELL NAME AND NUMBER Gissler "A" #31

LOCATION Section 14, T17S, R30E, 790 FSL, 2380 FEL, Eddy County

OPERATOR Burnett Oil Co. Inc.

DRILLING CONTRACTOR United Drilling, Inc.

The undersigned hereby certifies that he is an authorized representative of the drilling contractor who drilled the above described well and had conducted deviation test and obtained the following results:

Degrees @ Depth	Degrees @ Depth	Degrees @ Depth
1/2 @ 413'		
1-1/2 @ 1006'		
1 @ 1514'		
1-1/4 @ 1989'		
3/4 @ 2503'		
1-1/2 @ 3018'		
1 @ 3492'		
1/2 @ 3999'		
3/4 @ 4507'		
1 @ 5007'		

UNITED DRILLING, INC.

By: Luisa Garcia  
(Luisa Garcia)

Title: Assistant Office Manger

Subscribed and sworn to before me this 17 day of January, 2008

Dwight A. Aho  
Notary Public  
Chaves NM  
County State

My Commission Expires:

10-8-08

Accepted for record  
NMOCD