

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS
*Do not use this form for proposals to drill or to re-
abandoned well. Use form 3160-3 (APD) for such proposals.*

Carlsbad Field Office
DCD Artesia

Case, Serial No.
NMMN2747

SUBMIT IN TRIPLICATE - Other instructions on page 2		7. If Unit or CA/Agreement, Name and/or No.
1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	8. Well Name and No. Multiple--See Attached	
2. Name of Operator BURNETT OIL COMPANY INC	Contact: LESLIE GARVIS E-Mail: lgarvis@burnettoil.com	9. API Well No. Multiple--See Attached
3a. Address 801 CHERRY STREET UNIT 9 FORT WORTH, TX 76102-6881	3b. Phone No. (include area code) Ph: 817.583.8730	10. Field and Pool or Exploratory Area Multiple--See Attached
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Multiple--See Attached		11. County or Parish, State EDDY COUNTY, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Hydraulic Fracturing	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Venting and/or Flaring
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> 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 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 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 B2 battery from July through September 2018. 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.

The Jackson B2 battery is located at:
T17S, R 30 E, SECTION 25, UNIT D, NWNW
Approx: 990 FNL, 1054' FWL
LEASE: NMMN2747

NM OIL CONSERVATION
ARTESIA DISTRICT

JUN 27 2018

6/27/18 AB
FOR RECORDS ONLY RECEIVED
30-015-04326

14. I hereby certify that the foregoing is true and correct.	
Electronic Submission #424138 verified by the BLM Well Information System For BURNETT OIL COMPANY INC, sent to the Carlsbad Committed to AFSS for processing by PRISCILLA PEREZ on 06/15/2018 (18PP2002SE)	
Name (Printed/Typed) LESLIE GARVIS	Title REGULATORY MANAGER
Signature (Electronic Submission)	Date 06/14/2018

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By <u>JONATHON SHEPARD</u>	Title <u>PETROLEUM ENGINEER</u>	Date <u>06/19/2018</u>
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 <u>Carlsbad</u>

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.

(Instructions on page 2)

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

Additional data for EC transaction #424138 that would not fit on the form

Wells/Facilities, continued

Agreement	Lease	Well/Fac Name, Number	API Number	Location
NMNM2747	NMNM2747	JACKSON B 6	30-015-04326-00-S1	Sec 25 T17S R30E NWNW 660FNL 660FWL
NMNM2747	NMNM2747	JACKSON B 10	30-015-04330-00-S1	Sec 25 T17S R30E SWNE 1980FNL 1980FEL
NMNM2747	NMNM2747	JACKSON B 22	30-015-04318-00-S1	Sec 24 T17S R30E NESW 1980FSL 1980FWL
NMNM2747	NMNM2747	JACKSON B 23	30-015-04319-00-S2	Sec 24 T17S R30E NWSE 1420FSL 1980FEL
NMNM2747	NMNM2747	JACKSON B 24	30-015-04320-00-S2	Sec 24 T17S R30E NWSW 1980FSL 330FWL
NMNM2747	NMNM2747	JACKSON B 26	30-015-10726-00-S2	Sec 24 T17S R30E SESW 660FSL 1980FWL
NMNM2747	NMNM2747	JACKSON B 27	30-015-10856-00-S1	Sec 24 T17S R30E SWSW 660FSL 660FWL
NMNM2747	NMNM2747	JACKSON B 28	30-015-20111-00-S1	Sec 24 T17S R30E SWSE 660FSL 1980FEL
NMNM2747	NMNM2747	JACKSON B 34	30-015-27440-00-S1	Sec 24 T17S R30E SWNW 1880FNL 660FWL
NMNM2747	NMNM2747	JACKSON B 7	30-015-04327-00-S1	Sec 25 T17S R30E NENW 660FNL 1980FWL
NMNM2747	NMNM2747	JACKSON B 8	30-015-04328-00-S1	Sec 25 T17S R30E SWNW 1980FNL 660FWL

10. Field and Pool, continued

GRAYBURG JACKSON

32. Additional remarks, continued

The following wells are associated with this battery:

Jackson B 6 - 30-015-04326

Jackson B 7 - 30-015-04327

Jackson B 8 - 30-015-04328

Jackson B 10 - 30-015-04330

Jackson B 22 - 30-015-04318

Jackson B 23 - 30-015-04319

Jackson B 24 - 30-015-04320

Jackson B 26 - 30-015-10726

Jackson B 27 - 30-015-10856

Jackson B 28 - 30-015-20111

Jackson B 34 - 30-015-27440

→ Plugged, site released

Revisions to Operator-Submitted EC Data for Sundry Notice #424138

	Operator Submitted	BLM Revised (AFMSS)
Sundry Type:	FLARE NOI	FLARE NOI
Lease:	NMNM2747	NMNM2747
Agreement:		
Operator:	BURNETT OIL CO. INC. BURNETT PLAZA - SUITE 1500 801 CHERRY STREET - UNIT 9 FORT WORTH, TX 76102 Ph: 817-583-8730	BURNETT OIL COMPANY INC 801 CHERRY STREET UNIT 9 FORT WORTH, TX 76102-6881 Ph: 817.332.5108
Admin Contact:	LESLIE GARVIS REGULATORY COORDINATOR E-Mail: lgarvis@burnettoil.com Ph: 817-583-8730	LESLIE GARVIS REGULATORY MANAGER E-Mail: lgarvis@burnettoil.com Ph: 817.583.8730
Tech Contact:	LESLIE GARVIS REGULATORY COORDINATOR E-Mail: lgarvis@burnettoil.com Ph: 817-583-8730	LESLIE GARVIS REGULATORY MANAGER E-Mail: lgarvis@burnettoil.com Ph: 817.583.8730
Location:		
State:	NM	NM
County:	EDDY	EDDY
Field/Pool:	GRAYBURG JACKSON	FREN GRAYBURG GRAYBURG JACKSON
Well/Facility:	JACKSON B 6 Sec 25 T17S R30E Mer NMP NWNW 660FNL 660FWL	JACKSON B 6 Sec 25 T17S R30E NWNW 660FNL 660FWL JACKSON B 10 Sec 25 T17S R30E SWNE 1980FNL 1980FEL JACKSON B 22 Sec 24 T17S R30E NESW 1980FSL 1980FWL JACKSON B 23 Sec 24 T17S R30E NWSE 1420FSL 1980FEL JACKSON B 24 Sec 24 T17S R30E NWSW 1980FSL 330FWL JACKSON B 26 Sec 24 T17S R30E SESW 660FSL 1980FWL JACKSON B 27 Sec 24 T17S R30E SWSW 660FSL 660FWL JACKSON B 28 Sec 24 T17S R30E SWSE 660FSL 1980FEL JACKSON B 34 Sec 24 T17S R30E SWNW 1880FNL 660FWL JACKSON B 7 Sec 25 T17S R30E NENW 660FNL 1980FWL JACKSON B 8 Sec 25 T17S R30E SWNW 1980FNL 660FWL

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. Approval not to exceed 180 days from date of submission unless otherwise specified in Sundry Notice.
2. All flaring under this request is considered to be "avoidably lost":
Volumes flared beyond limits defined in 43 CFR 3179.7 are considered "avoidably lost" and will require payment of royalties, unless an exception is granted in accordance with 43 CFR 3179.
Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "08".

Exceptions:

- a. The first 24 hours of a temporary emergency flare is considered "unavoidably lost" and is therefore royalty free. Flared volumes that are considered unavoidably lost are not to be included in Sundry Notice (Form 3160-5). These Volumes are not royalty bearing and shall be reported on OGOR "B" as either disposition code "21" or "22".
- b. If the operator believes that the flared volumes were "unavoidably lost", the operator can submit a request via Sundry Notice (Form 3160-5) with justification for an exception in accordance with 43 CFR 3179.4, 3179.103 - 3179.105.