Form 3160-5 (June 2C15)

UNITED STATES DEPARTMENT OF THE INTERCEMENT OF THE INTERCEMENT OF THE INTERCEMENT.

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

Do not use this form for proposals to drill or to re-enter a

BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELGED

APTESIA NMLC029339A

Sundry Notices and Reports of the Proposals to drill or to re-enter an appearance of the Proposals to th abandoned well. Use form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2 8. Well Name and No. 1. Type of Well JACKSON A 37 ☑ Oil Well ☐ Gas Well ☐ Other 9. API Well No. Name of Operator Contact: LESLIE GARVIS 30-015-37494-00-S1 BURNETT OIL COMPANY INC E-Mail: Igarvis@burnettoil.com 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area 3a. Address 801 CHERRY STREET UNIT 9 CEDAR LAKE Ph: 817.332.5108 Ext: 326 FORT WORTH, TX 76102-6881 11. County or Parish, State 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 12 T17S R30E SWSE 1115FSL 2210FEL EDDY COUNTY, NM 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION ☐ Production (Start/Resume) ■ Water Shut-Off Deepen ☐ Acidize Notice of Intent ■ Well Integrity ☐ Hydraulic Fracturing □ Reclamation ☐ Alter Casing ☐ Subsequent Report Other ■ New Construction □ Recomplete Casing Repair Venting and/or Fla □ Plug and Abandon ☐ Temporarily Abandon ☐ Change Plans ☐ Final Abandonment Notice ■ Water Disposal □ Plug Back Convert to Injection 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 A 2 battery from October through December 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 A2 battery is located at: T17S, R 30 E, SECTION 12, UNIT O, SWSE Approx: 174' FNL, 2160' FEL LEASE: NMLC-029339A DISTRICT II-ARTESIA O.C.D. The following wells are associated with this battery: 14. I hereby certify that the foregoing is true and correct. Electronic Submission #437656 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 10/01/2018 (19PP0036SE) REGULATORY COORDIANTOR Name (Printed/Typed) LESLIE GARVIS Date 09/28/2018 (Electronic Submission) Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE /s/ Jonathon Shepard DC. Da4 2018 -Retroleum Engineer _Approved_By Carlsbad Field Office 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 lea

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.

which would entitle the applicant to conduct operations thereon.

Additional data for EC transaction #437656 that would not fit on the form

32. Additional remarks, continued

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Conditions of Approval to Flare Gas

- 1. Approval not to exceed 180 days from date of submission.
- 2. All flaring under this request is considered to be "avoidably lost". Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "33".

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.