

District I  
1625 N French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy Minerals and Natural Resources

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-129  
Revised June 10, 2003

Submit 3 Copies to appropriate  
District Office

NFO Permit No. 2-959  
(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129)

Gissler B#41

30-015-36271

JUL - 7 2008

OCD-ARTESIA

- A. Applicant BURNETT OIL CO, INC  
whose address is 801 CHERRY STREET UNIT 9 FORT WORTH, TX 76102  
hereby requests an exception to Rule 306 for 14 days or until  
JULY 11, Yr 2008, for the following described tank battery (or LACT):  
Name of Lease GISSLER B5 Name of Pool GRAND HILLS PADDOCK  
Location of Battery: Unit Letter 0 Section 8 Township 17S Range 30E  
Number of wells producing into battery 1 (NEW BATTERY LOCATION)
- B. Based upon oil production of \_\_\_\_\_ barrels per day, the estimated \* volume  
of gas to be flared is 200 MCF; Value \_\_\_\_\_ per day.
- C. Name and location of nearest gas gathering facility:  
DCP @ WB 45 PROPOSED LOCATION
- D. Distance 1300' Estimated cost of connection \$1000
- E. This exception is requested for the following reasons: SEE ATTACHED  
BLM FORM 3160-5

OPERATOR

I hereby certify that the rules and regulations of the Oil Conservation  
Division have been complied with and that the information given above  
is true and complete to the best of my knowledge and belief.

Signature James H. Arline

Printed Name MATERIALS COOR.  
& Title JAMES H. ARLINE

E-mail Address JHA@burnettoil.com

Date 6/27/2008 Telephone No. (817) 332-5108

OIL CONSERVATION DIVISION

Approved Until JUL 11 2008

By \_\_\_\_\_ Signed By Mike Brannan

Title Field Supervisor

Date JUL 07 2008

\* Gas-Oil ratio test may be required to verify estimated gas volume.