

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. Division
P.O. Box 1980
Hobbs, NM 88241

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other Facility Diagram		5. Lease Designation and Serial No. NMLC066126
2. Name of Operator Burk Royalty Co.		6. If Indian, Allottee or Tribe Name
3. Address and Telephone No. P.O. Box BRC, Wichita Falls, TX 76307 940/322-5421		7. If Unit or CA, Agreement Designation
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Section 23, T20S, R34E, NMP SW SW (Hanson C #1) Section 26, T20S, R34E, NMP SW NW E 025-2455 Hanson B #1		8. Well Name and No. Hanson C #1
		9. API Well No. 30-025-20349
		10. Field and Pool, or Exploratory Area Lynch Field
		11. County or Parish, State Lea, New Mexico

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

TYPE OF SUBMISSION	TYPE OF ACTION
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input checked="" type="checkbox"/> Other Submission of diagram.
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input checked="" type="checkbox"/> Dispose Water

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Also attached is a facility diagram for the Burk Royalty Co. operated Hanson "B" and Hanson "C" Leases in Lea County. The leases produce from the Yates Sand in the Lynch Field. The Hanson "B" produces 20 barrels of water per day and the Hanson "C" does not make any water. Attached is a current analysis of that produced water. Water is stored on the Hanson "B" in a 210 barrel steel tank. Water is stored on the Hanson "C" in an open top fiberglass tank that is netted. Water is moved from the leases by means of truck to a disposal well. Burk Royalty Co. does not own the disposal well and contracts with different companies to haul the water.

**SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

14. I hereby certify that the foregoing is true and correct

Signed	Title Petroleum Engineer	Date 7-7-99
(This space for Federal or State office use) (ORIG. SGD.) ALEXIS C. SWOBODA	PETROLEUM ENGINEER	JUL 29 1999

Approved by _____ Title _____ Date _____
Conditions of approval, if any:

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.

*See Instruction on Reverse Side