

Order Number

475

API Number

30-025-12191

Operator

John H. Hendrix Corp

County

Lea

Order Date

8-8-11

Well Name

Amoco State S

Number

3

Location

E

UL

32

Sec

225

T (+Dir)

38E

R (+Dir)

Oil %

30%

Gas %

40%

Pool 1

6660

Blinberry Oil + Gas

Pool 2

60240

Tubb Oil + Gas

Pool 3

7900

Brunson Drinkard Abo S

Pool 4

Comments:

Posted in RBDMS 8-9-11 BJA

DOWNHOLE COMMINGLE CALCULATIONS:

30-025-12191
DHE- HOB- 475

OPERATOR: John H. Hendrix Corp

PROPERTY NAME: Amoco State S #3

WNULSTR: 3-E-32-225-38E

SECTION I:		ALLOWABLE AMOUNT	
POOL NO. 1	<u>Blinebry Oil + Gas</u>	<u>107</u>	<u>428</u> MCF
POOL NO. 2	<u>Tubb Oil + Gas</u>	<u>142</u>	<u>284</u> MCF
POOL NO. 3	<u>Brunson Drinkard Abs</u>	<u>142</u>	<u>852</u> MCF
POOL NO. 4	_____		MCF
	POOL TOTALS	<u>391</u>	<u>1564</u>

SECTION II:		<u>Oil</u>	<u>Gas</u>
POOL NO. 1	<u>Blinebry Oil + Gas</u>	<u>30%</u>	<u>40%</u>
POOL NO. 2	<u>Tubb Oil + Gas</u>	<u>30%</u>	<u>20%</u>
POOL NO. 3	<u>Brunson Drinkard Abs</u>	<u>40% x 391 = 156.40</u>	<u>40%</u>
POOL NO. 4	_____	<u><156></u>	

SECTION III:	<u>OIL</u>	<u>GAS</u>
<u>40% ÷ 142 = 355</u>		

SECTION IV:		
<u>30% x 355 = 106.5</u>		<u><107></u>
<u>30% x 355 = 106.5</u>		<u><107></u>
<u>40% x 355 = 142</u>		<u><142></u>

Submit 3 Copies To Appropriate District Office
 District I
 1625 N French Dr., Hobbs, NM 88240
 District II
 1301 W Grand Ave., Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., 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-103
 June 19, 2008

HOBBS OCD
 AUG 03 2011

RECEIVED

WELL API NO. 30-025-12191 ✓
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Amoco State S ✓
8. Well Number 3 ✓
9. OGRID Number 012024 ✓
10. Pool name or Wildcat BDAS
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3373' DF

SUNDRY NOTICES AND REPORTS ON WELLS
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS)

1. Type of Well: Oil Well Gas Well Other

2. Name of Operator
John H. Hendrix Corporation

3. Address of Operator
P. O. Box 3040, Midland, TX 79702-3040

4. Well Location
 Unit Letter E : 1980 feet from the North line and 660 feet from the West line
 Section 32 Township 22S Range 38E NMPM Lea County

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input checked="" type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input checked="" type="checkbox"/> OTHER: <input type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/> OTHER: <input type="checkbox"/>
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13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

THIS IS A REQUEST TO DHC BLINEBRY OIL & GAS, THE TUBB OIL & GAS AND BRUNSON DRINKARD ABO SOUTH IN THE SUBJECT WELL. SEE SUPPORTING DATA ON ATTACHED SHEET.

Spud Date: Rig Release Date:

DHC-HOB-475

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Carolyn Doran Haynes TITLE Engineer DATE 08/01/11

Type or print name Carolyn Doran Haynes E-mail address: cdoranhaynes@jhhc.org PHONE: 432-684-6631
For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE AUG 08 2011
 Conditions of Approval (if any):

AUG 09 2011

Amoco State S #3

**Unit Letter C – 1980' FNL & 660' FWL
Sec 32, T22S, R38E, Lea County, NM
API # 30-025-12191**

1. Division Order that established pre-approved pools: Order No. R-11363
2. Pools to be commingled – Blinebry Oil & Gas (6660), Tubb Oil & Gas (60240) and Brunson Drinkard Abo South (7900).
3. Tubb Oil & Gas Perfs – 6102-6230'
Blinebry Oil & Gas Perfs – 5496-5730'
Brunson Drinkard Abo South Perfs – 6323-6518'
4. All zones are intermediate crude and commingling will not reduce the value of the production.
5. Ownership between pools is identical.
6. Current or Anticipated production:

Blinebry Oil & Gas	2 BOPD	100 MCFPD
Tubb Oil & Gas	2 BOPD	50 MCFPD
BDAS	3 BOPD	100 MCFPD
Total	7 BOPD	250 MCFPD

7. The proposed allocation to be as follows:

	<u>Oil %</u>	<u>Gas%</u>
Blinebry Oil & Gas	30%	40%
Tubb Oil & Gas	30%	20%
BDAS	40%	40%
Total	100%	100%

If further tests show a significant change in percentages, it will be requested.