

PNRM0411748250

C-103 Received 3-10-2004
DHC No. Assigned 3-19-2004

Order Number	API Number	Operator	County	
HOB-0082	30-025-23609	John H. Hendrix Corporation	Lea	
Order Date	Well Name	Number	Location	
	Danglade	002	A UL	24 Sec
			22S T (+Dir)	37E R (+Dir)
Pool	Order Number	Well Name	Oil %	Gas %
Pool 1	06660	Blinebry Oil + Gas (Oil)	45%	27%
Pool 2	07900	Brunson Drinkard Abo, South	55%	73%
Pool 3				
Pool 4				
Comments: Work completed effective _____ Work cancelled effective _____ Supplement _____				

4-26-2004
Posted
RBDYM &

30-025-23609
HOB-0082

DOWNHOLE COMMINGLE CALCULATIONS:

OPERATOR: John H. Hendrix Corp.

PROPERTY NAME: Danglade

WNULSTR: 2-A, 24-22-37

06660	SECTION I:		ALLOWABLE AMOUNT	
	POOL NO. 1	<u>Blinebry Oil & Gas (Oil)</u>	<u>107</u>	<u>428</u> MCF <u>4000</u>
07900	POOL NO. 2	<u>Branson Drinkard Abo, South</u>	<u>142</u>	<u>852</u> MCF <u>6000</u>
	POOL NO. 3	_____	_____	_____ MCF
	POOL NO. 4	_____	_____	_____ MCF
		POOL TOTALS	<u>249</u>	<u>1280</u>

SECTION II:		Oil	Gas
POOL NO. 1	<u>Blinebry Oil & Gas (Oil)</u>	<u>45%</u>	<u>27%</u>
POOL NO. 2	<u>Branson Drinkard Abo, South</u>	<u>55% X 249 = 136.95</u>	<u>73%</u>
POOL NO. 3	_____		
POOL NO. 4	_____		

	<u>OIL</u>	<u>GAS</u>
SECTION III:	<u>107 ÷ 55% = 194.55 (195)</u>	_____
SECTION IV:	<u>195 X 45% = 87.75 (88)</u>	_____
	<u>195 X 55% = 107.25 (107)</u>	_____
	_____	_____
	_____	_____

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

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

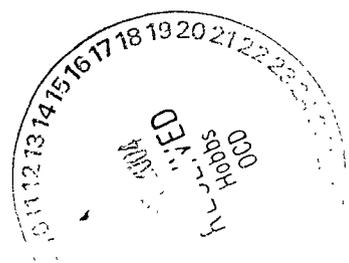
WELL API NO.	30-025-23609
5. Indicate Type of Lease	STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.	

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		7. Lease Name or Unit Agreement Name Danglede
2. Name of Operator John H. Hendrix Corporation		8. Well Number 2
3. Address of Operator P. O. Box 3040 Midland, TX 79702-3040		9. OGRID Number 012024
4. Well Location Unit Letter <u>A</u> : <u>330</u> feet from the <u>North</u> line and <u>990</u> feet from the <u>East</u> line Section <u>24</u> Township <u>22S</u> Range <u>37E</u> NMPM County <u>Lea</u>		10. Pool name or Wildcat Blinebry Oil & Gas & Brunson Drinkard Abo, S
11. Elevation (Show whether DR, RKB, RT, GR, etc.)		

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data			
NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: DHC <input checked="" type="checkbox"/>		OTHER: <input type="checkbox"/>	

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 and Brunson Drinkard Abo, S. Pools in the subject well. See supporting data on attached sheet.



DHC Order No. HOB-0082

I hereby certify that the information above is true and complete to the best of my knowledge and belief.
SIGNATURE Ronnie H. Westbrook TITLE Vice President DATE 03/09/2004

Type or print name Ronnie H. Westbrook E-mail address: _____ Telephone No. (432)684-6631
(This space for State use)

APPROVED BY [Signature] TITLE PETROLEUM ENGINEER DATE MAR 19 2004
Conditions of approval, if any: _____

Danglade No. 2

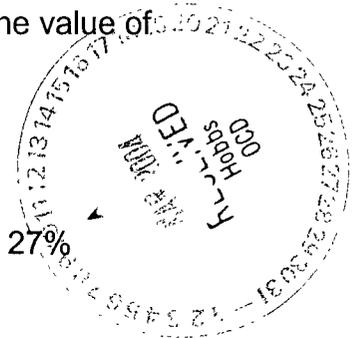
Attachment to C-103

1. Division order number that established pre-approved pool – Order No. R-11363
2. Pools to be commingled – Blinebry Oil & Gas (06660) and Brunson Drinkard Abo, S. (07900)
3. Blinebry Perfs. 5580 – 5704'
Brunson Drinkard Abo, S. Perfs. 6283 – 6519'
4. Allocation based on last six month's oil and gas production and averaged between two pools.

<u>Month & Year</u>	<u>Blinebry Oil & Gas</u>		<u>Brunson Drinkard Abo, S.</u>	
	<u>Oil</u> <u>Bbls.</u>	<u>Gas</u> <u>MCF</u>	<u>Oil</u> <u>Bbls.</u>	<u>Gas</u> <u>MCF</u>
8/03	39	961	45	1973
9/03	42	726	49	2171
10/03	46	784	53	2225
11/03	48	792	56	2236
12/03	50	797	58	2468
1/04	<u>43</u>	<u>777</u>	<u>65</u>	<u>2186</u>
	268	4,837	326	13,259

5. Both zones are intermediate crude and commingling will not reduce the value of the production.
6. Ownership between the two pools is identical

Blinebry Oil	268	45%	Blinebry Gas	4,837	27%
Brunson Drinkard Abo, S.	<u>326</u>	<u>55%</u>	Brunson Drinkard Abo., S.	<u>13,259</u>	<u>73%</u>
	594	100%		18,096	100%



**NEW ICO OIL CONSERVATION CO. ASSOCIATION
WELL LOCATION AND ACREAGE DEDICATION PLAT**

Form C-102
Supersedes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

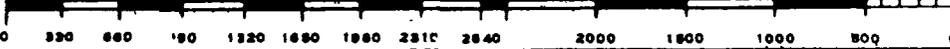
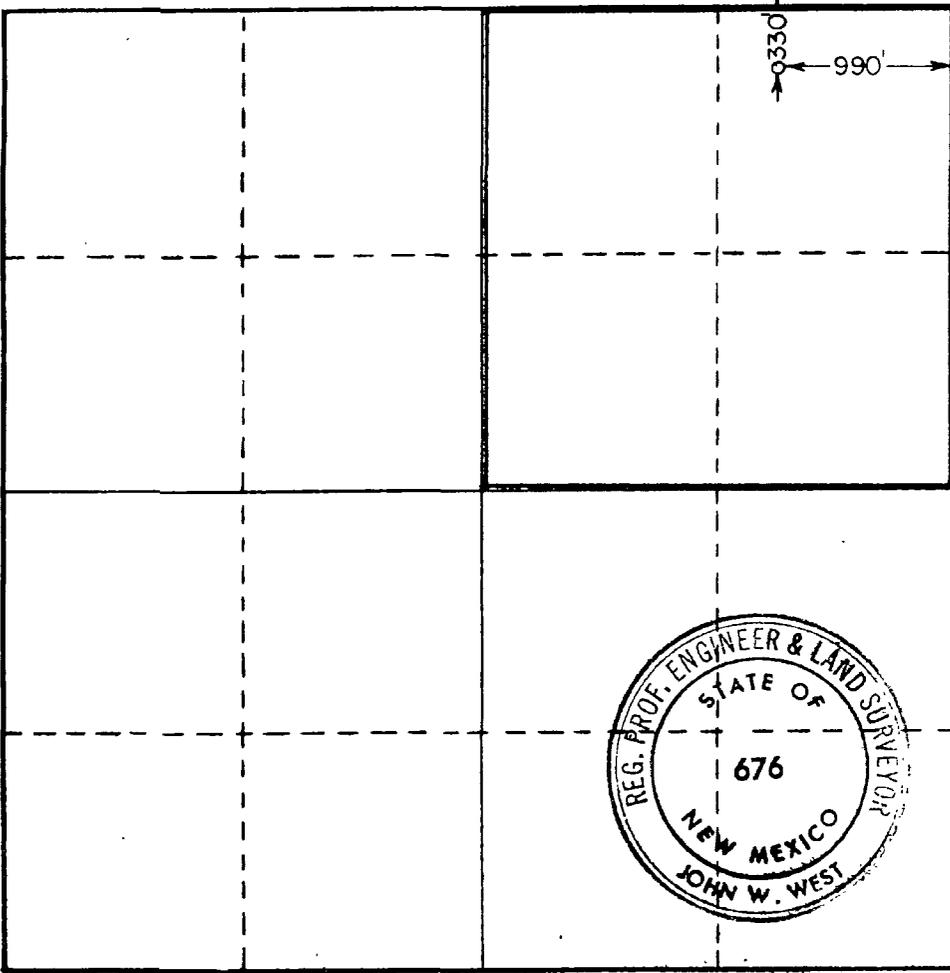
Operator JOHN H. HENDRIX PRODUCTION			Lease DANGLADE		Well No. 2
Unit Letter A	Section 24	Township 22 SOUTH	Range 37 EAST	County LEA	
Actual Footage Location of Well: 330 feet from the NORTH line and 990 feet from the EAST line					
Ground Level Elev.	Producing Formation	Pool D...		Dedicated Acreage: 1.0 Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

Yes No If answer is "yes," type of consolidation _____

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



CERTIFICATION

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

John H. Hendrix
Name

John H. Hendrix

Position
Owner-Operator

Company
John H. Hendrix

Date
October 19, 1970

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed
OCTOBER 6, 1970

Registered Professional Engineer and/or Land Surveyor

John W. West

Certificate No. **676**

