

PNRM 0509658544

C-103 Received 2-28-05
DHC No Assigned 4-6-05

Order Number	API Number	Operator	County			
HOB-0113	30-025-07780	Amerada Hess Corp.	Lea			
Order Date	Well Name	Number	Location			
	Fred Turner Jr. "B"	001	F UL	17 Sec	205 T (+Dir)	38E R (+Dir)
		Oil %	Gas %			
Pool 1	Nadine Paddock Blinebry, West	13%	13%			
Pool 2	Nadine Tubb, West	3%	3%			
Pool 3	Skaggs Drinkard	84%	84%			
Pool 4						
Comments: Work completed effective _____ Work cancelled effective _____ Supplement _____						

Posted to
RDBMS
4-6-2005

③

Previous DHC-2819

DOWNHOLE COMMINGLE CALCULATIONS:

30-025-07780

HOB-0113

OPERATOR: Amerada Hess Corp.

PROPERTY NAME: Fred Turner Jr. "B"

WNULSTR: 1-F, 17-20-38

	SECTION I:	ALLOWABLE AMOUNT	
47400	POOL NO. 1 <u>Nadine Paddock Blinebry, W.</u>	<u>142</u>	<u>994</u> MCF 7000
47530	POOL NO. 2 <u>Nadine Tubb, W.</u>	<u>142</u>	<u>284</u> MCF 2000
57000	POOL NO. 3 <u>Skaggs Drinkard</u>	<u>142</u>	<u>1420</u> MCF 10000
	POOL NO. 4 _____		
		<u>426</u>	<u>2698</u> MCF

SECTION II:	Oil	Gas
POOL NO. 1 <u>Nadine Paddock Blinebry, W.</u>	13%	13%
POOL NO. 2 <u>Nadine Tubb, W.</u>	3%	3%
POOL NO. 3 <u>Skaggs Drinkard</u>	84%	84%
POOL NO. 4 _____		

$84\% \times 426 = 357.84$

<u>OIL</u>	<u>GAS</u>
SECTION III: <u>$142 \div 84\% = 169.04 (170)$</u>	_____

SECTION IV: <u>$170 \times 13\% = 22.10 (22)$</u>	_____
<u>$170 \times 3\% = 5.10 (5)$</u>	_____
<u>$170 \times 84\% = 142.80 (143)$</u>	_____

Submit 3 Copies To Appropriate District Office

District I
1625 N. French Dr., Hobbs, NM 88240
District II
101 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

AMENDED

Form C-103
March 4, 2004

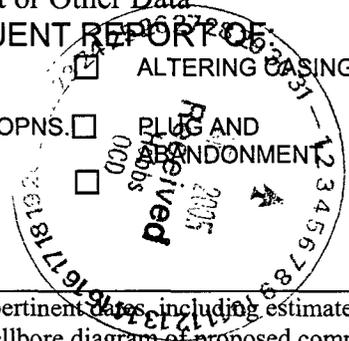
SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. 30-025-07780
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
2. Name of Operator Amerada Hess Corporation		6. State Oil & Gas Lease No.
3. Address of Operator P.O. Box 840 Seminole, TX 79360		7. Lease Name or Unit Agreement Name Fred Turner Jr. "B"
4. Well Location Unit Letter <u>F</u> : <u>1980</u> feet from the <u>North</u> line and <u>1980</u> feet from the <u>West</u> line Section <u>17</u> Township <u>20S</u> Range <u>38E</u> NMPM County <u>Lea</u>		8. Well Number 001
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3648' GL		9. OGRID Number 000495
10. Pool name or Wildcat West Nadine-Tubb (47530) West Nadine Paddock-Blinebry (47400) Skaggs Drinkard (57000)		10. Pool name or Wildcat West Nadine-Tubb (47530) West Nadine Paddock-Blinebry (47400) Skaggs Drinkard (57000)

Pit or Below-grade Tank Application (For pit or below-grade tank closures, a form C-144 must be attached)

Pit Location: UL _____ Sect _____ Twp _____ Rng _____ Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____
Distance from nearest surface water _____ Below-grade Tank Location UL _____ Sect _____ Twp _____ Rng _____ ;
_____ feet from the _____ line and _____ feet from the _____ line

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

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input 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 COMPLETION <input type="checkbox"/> OTHER: Add Skaggs Drinkard zone to downhole commingle <input checked="" type="checkbox"/>		SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/> CASING TEST AND 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. Please refer to Administrative Order No. R-11363 and previous DHC-2819
Plan to MIRU and clean out to +/- 7400'. Perf Abo zone from 7032'-7361'. Set pkr and test Abo zone. Set CIBP @ 7000' and perf Drinkard zone fr/6848'-6949.5', acidize and test zone. Begin producing well as downhole commingled Tubb/Blinebry/Drinkard. Current percentages are West Nadine Paddock-Blinebry (47400): Oil 81%, Gas 81%; West Nadine-Tubb Pool (47530): Oil 19%, Gas 19%. Additional production will be allocated to Skaggs Drinkard (57000) based on well test of the zone. Test of 60 BOPD, 47 MCFD, & 73 BWPD. Adjusted percents: Skaggs Drinkard (57000) Oil-84%, Gas-84%, Tubb (47530) Oil-3%, Gas-3%, Blinebry (47400) Oil-13%, Gas-13% Commingling will not reduce the value of remaining production. Working, royalty, & overriding interests are identical in all zones. Private land.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit or an (attached) alternative OCD-approved plan .

SIGNATURE Carol J. Moore TITLE Senior Advisor/Regulatory DATE 3/31/2005
Type or print name Carol J. Moore E-mail address: cmoore@hess.com Telephone No. (432)758-6738

(This space for State use)

DHC Order No. HOB-0113

APPROVED BY [Signature] TITLE PETROLEUM ENGINEER DATE APR 06 2005
Conditions of approval, if any:

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

AMENDED

Form C-103
 March 4, 2004

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

WELL API NO. 30-025-07780
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Fred Turner Jr. "B"
8. Well Number 001
9. OGRID Number 000495
10. Pool name or Wildcat West Nadine-Tubb (47530) West Nadine Paddock-Blinebry (47400) Skaggs Drinkard (57000)

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
 Amerada Hess Corporation

3. Address of Operator
 P.O. Box 840
 Seminole, TX 79360

4. Well Location
 Unit Letter F : 1980 feet from the North line and 1980 feet from the West line
 Section 17 Township 20S Range 38E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
 3648' GL

Pit or Below-grade Tank Application (For pit or below-grade tank closures, a form C-144 must be attached)

Pit Location: UL Sect Twp Rng Pit type Depth to Groundwater Distance from nearest fresh water well
 Distance from nearest surface water Below-grade Tank Location UL Sect Twp Rng ;
 feet from the line and feet from the line

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK PLUG AND ABANDON
 TEMPORARILY ABANDON CHANGE PLANS
 PULL OR ALTER CASING MULTIPLE COMPLETION
 OTHER: Add Skaggs Drinkard zone to downhole commingle

SUBSEQUENT REPORT OF:

REMEDIAL WORK ALTERING CASING
 COMMENCE DRILLING OPNS. PLUG AND ABANDONMENT
 CASING TEST AND CEMENT JOB
 OTHER:

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. Please refer to Administrative Order No. R-11363 and previous DHC-2819

Plan to MIRU and clean out to +/- 7400'. Perf Abo zone from 7032'-7361'. Set pkr and test Abo zone. Set CIBP @ 7000' and perf Drinkard zone fr/6848'-6949.5', acidize and test zone. Begin producing well as downhole commingled Tubb/Blinebry/Drinkard. Current percentages are West Nadine Paddock-Blinebry (47400): Oil 81%, Gas 81%; West Nadine-Tubb Pool (47530): Oil 19%, Gas 19%. Additional production will be allocated to Skaggs Drinkard (57000) based on well test of the zone. Working, royalty & overriding royalty interests are identical in all commingled zones. Commingling will not reduce the value of production. Well is located on private land.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit or an (attached) alternative OCD-approved plan .

SIGNATURE Carol J. Moore TITLE Senior Advisor/Regulatory DATE 2/23/2005
 Type or print name Carol J. Moore E-mail address: cmoore@hess.com Telephone No. (432)758-6738

(This space for State use)

APPROVED BY [Signature] TITLE PETROLEUM ENGINEER DATE APR 06 2005
 Conditions of approval, if any:



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

ADMINISTRATIVE ORDER DHC-2819

Amerada Hess Corporation
P.O. Box 840
Seminole, Texas 79360

Attention: Mr. Duwayne Perry

*Fred Turner Jr. "B" No. 1
API No. 30-025-07780
Unit F, Section 17, Township 20 South, Range 38 East, NMPM,
Lea County, New Mexico
West Nadine Paddock-Blinebry (Oil - 47400) and
West Nadine-Tubb (Oil - 47530) Pools*

Dear Mr. Perry:

Reference is made to your recent application for an exception to Rule 303.A. of the Division Rules and Regulations to permit the above described well to commingle production from the subject pools in the wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of Rule 303.C., and that reservoir damage or waste will not result from such downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and any Division Order which authorized the dual completion and required separation of the zones is hereby placed in abeyance.

In accordance with the provisions of Rule 303.C:(1), each of the commingled pools shall be allowed to produce up to the top oil allowable and top casinghead gas allowable applicable for that pool.

Assignment of allowable to the well and allocation of production from the well shall be on the following basis:

West Nadine Paddock-Blinebry Pool	Oil-81%	Gas-81%
West Nadine-Tubb Pool	Oil-19%	Gas-19%

REMARKS: The operator shall notify the Hobbs District Office of the Division upon implementation of the commingling process.

Pursuant to Rule 303.C.(2), the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 11th day of September, 2000.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

Lori Wrotenbery by DC

LORI WROTENBERY
Director

S E A L

LW/DRC

cc: Oil Conservation Division – Hobbs

District I
1625 N. French Dr., Hobbs, NM 88240

District II
811 South First, Artesia, NM 88210

District III
1000 Rio Brazos Rd., Aztec, NM 87410

District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised August 15, 2000

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-07780	² Pool Code 47400	³ Pool Name West Nadine Paddock-Blinebry
⁴ Property Code 25890	⁵ Property Name Fred Turner Jr. "B"	⁶ Well Number 1
⁷ OGRID No. 000495	⁸ Operator Name Amerada Hess Corporation	⁹ Elevation 3566' DF

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	17	20S	38E		1980	North	1980	West	Lea

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

¹² Dedicated Acres 40	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No. DHC-2819
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

<p>¹⁶</p>	<p>¹⁷ OPERATOR CERTIFICATION</p> <p><i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</i></p> <p><i>Roy L. Wheeler, Jr.</i> Signature</p> <p>Roy L. Wheeler, Jr. Printed Name</p> <p>Bus. Svc. Spec. II Title</p> <p>9-20-2000 Date</p>

District I
1625 N. French Dr., Hobbs, NM 88240

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised August 15, 2000

District II
11 South First, Artesia, NM 88210

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

District III
1000 Rio Brazos Rd., Aztec, NM 87410

District IV
2040 South Pacheco, Santa Fe, NM 87505

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-07780		² Pool Code 47530		³ Pool Name West Nadine-Tubb	
⁴ Property Code 25890		⁵ Property Name Fred Turner Jr. "B"			⁶ Well Number 1
⁷ OGRID No. 000495		⁸ Operator Name Amerada Hess Corporation			⁹ Elevation 3566' DF

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	17	20S	38E		1980	North	1980	West	Lea

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

¹² Dedicated Acres 40	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No. DHC-2819
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¹⁶ 	¹⁷ OPERATOR CERTIFICATION <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</i> Signature		
	Roy L. Wheeler, Jr. Printed Name Bus. Svc. Spec. II Title		
	9-20-2000 Date		
	¹⁸ SURVEYOR CERTIFICATION <i>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 belief.</i> Date of Survey Signature and Seal of Professional Surveyor:		
Certificate Number			

District I
 PO Box 1980, Hobbs, NM 88241-1980
 District II
 811 S. 1st Street, Artesia, NM 88210-2834
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 2040 South Pacheco, Santa Fe, NM 87505

Energy, Minerals & Natural Resources Dept.

Revised October 18, 1994

OIL CONSERVATION DIVISION
 2040 South Pacheco
 Santa Fe, NM 87505

Instructions on back
 Submit to Appropriate District Office
 State Lease - 4 Copies
 Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-07780		² Pool Code 57000		³ Pool Name Skaggs Drinkard	
⁴ Property Code 25890		⁵ Property Name Fred Turner Jr. "B"			⁶ Well Number 1
⁷ OGRID No 000495		⁸ Operator Name Amerada Hess Corporation			⁹ Elevation 3566' DF

¹⁰ Surface Location

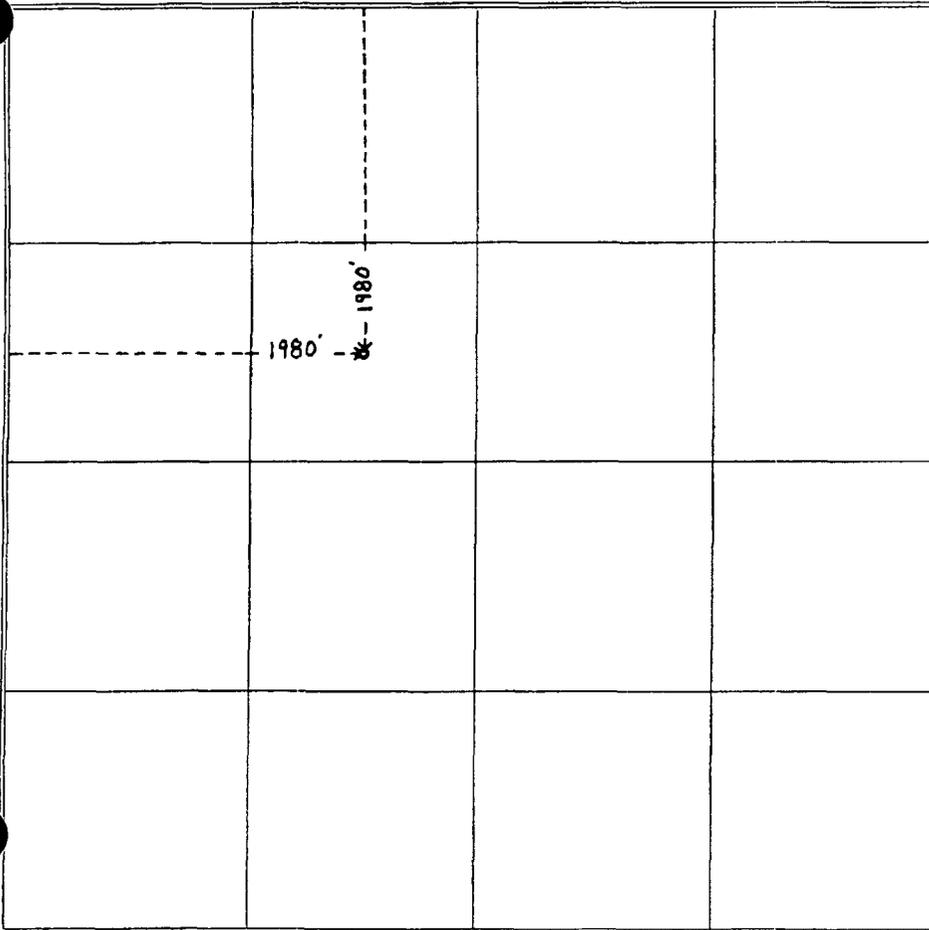
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South Line	Feet from the	East/West line	County
F	17	20S	38E		1980	North	1980	West	Lea

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South Line	Feet from the	East/West line	County

¹² Dedicated Acres 40	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



¹⁷ OPERATOR CERTIFICATION
 I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Roy L. Wheeler, Jr.
 Signature
 Roy L. Wheeler, Jr.
 Printed Name
 Bus. Svc. Spec. II
 Title
 5-17-2000
 Date

¹⁸ SURVEYOR CERTIFICATION
 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 belief.

 Date of Survey
 Signature and Seal of Professional Surveyor

 Certificate Number